S4180-1

State of Minnesota

Comprehensive Annual Financial Report

for the year ended June 30, 1984

Prepared by

Department of Finance

Gordon M. Donhowe, Commissioner

309 State Administration Building

St. Paul, Minnesota 55155

STATE OF MINNESOTA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR YEAR ENDED JUNE 30, 1984

TABLE OF CONTENTS

INTRODUCTION

	Page
Transmittal Letter	7
Principal State Officials	11
State Organization Chart	12

FINANCIAL SECTION

GENERAL PURPOSE FINANCIAL STATEMENTS

Auditor's Opinion	15
Combined Balance Sheet - All Fund Types and General Long-Term Obligation Account Group	18
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Funds	20
Combined Schedule of Budget and Actual Revenues, Expenditures and Changes in Fund Balances	21
Combined Statement of Revenues, Expenses and Changes in Retained Earnings/Funds Held in Trust/Fund Balances-All Proprietary Fund Types and Similar Trust Funds.	22
Combined Statement of Changes in Financial Position - All Proprietary Fund Types and Similar Trust Funds	23
Notes to the Financial Statements	24

COMBINING FINANCIAL STATEMENTS

Special Revenue Funds:	
Combining Balance Sheet	54
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	56
Combining Schedule of Budget and Actual Revenues, Expenditures and Changes in Fund Balances	58
Capital Projects Funds:	
Combining Balance Sheet	62
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	63
Enterprise Funds:	
Combining Balance Sheet	66
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	68
Combining Statement of Changes in Financial Position	70
Internal Service Funds:	
Combining Balance Sheet	74
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	76
Combining Statement of Changes in Financial Position	78
Fiduciary Funds:	
Combining Balance Sheet	82
Pension Funds:	
Combining Balance Sheet	84
Combining Statement of Revenues, Expenses and Changes in Fund Equity	85
Combining Statement of Changes in Financial Position	86

TABLE OF CONTENTS (Continued)

Defined Benefit Pension Funds:
- Combining Balance Sheet 88
- Combining Statement of Revenues, Expenses and Changes in Fund Balances 90
- Combining Statement of Changes in Financial Position 92

Defined Contribution Funds:
- Combining Balance Sheet 94
- Combining Statement of Revenues, Expenses and Changes in Funds Held in Trust. 95
- Combining Statement of Changes in Financial Position 96

Investment Trust Funds:
- Combining Balance Sheet 97
- Combining Statement of Revenues, Expenses and Changes in Funds Held in Trust. 98
- Combining Statement of Changes in Financial Position 99
- Combining Schedule of Participation 100
- Combining Summary of Investments 101

Expendable Trust Funds:
- Combining Balance Sheet 102
- Combining Statement of Revenues, Expenditures and Changes in Fund Balances ... 104

Agency Funds:
- Statement of Changes in Assets and Liabilities 106

General Long-Term Obligation Account Group:
- Statement of Changes in General Long-Term Obligations 110

GENERAL OBLIGATION DEBT SCHEDULES
- Scheduled Debt Service for Fiscal Year 1985-2004 112
- Authorized but Unissued General Obligation Debt 118

STATISTICAL SECTION

General Governmental Revenues by Source 122
General Governmental Expenditures by Function 122
Assessed Value of Taxable Property 124
Market Value of Taxable Property 124
Ratio of General Obligation Bonded Debt to Assessed Value of Taxable Property and General Obligation Bonded Debt per Capita 125
Ratio of Annual Debt Service for General Obligation Bonded Debt to General Expenditures 125
Deposits in Minnesota Federally Insured Commercial Banks 126
Minnesota Per Capita Personal Income 126
Minnesota Based Corporations Included in the Fortune 500 127

Introduction

STATE OF MINNESOTA
DEPARTMENT OF FINANCE
309 STATE ADMINISTRATION BUILDING
SAINT PAUL, MINNESOTA 55155

612-296-5900

December 12, 1984

The Honorable Rudy Perpich, Governor
and
Members of the Legislature.

Pursuant to Minnesota Statutes, Section 16A.50, we are submitting the Comprehensive Annual Financial Report of Minnesota for the fiscal year ended June 30, 1984. The accompanying financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) for governmental units, as established by the Governmental Accounting Standards Board (GASB).

This report includes all of the funds and activities considered to be a part of the state's reporting entity. In determining that entity, the following criteria were used: financial interdependence, fiscal accountability, administrative control, and scope of public service. Using these criteria, the University of Minnesota is not considered to be a part of the state's reporting entity because its separate governing board gives it a high degree of autonomy.

This report is divided into three sections: Introductory Section; Financial Section, including the auditor's opinion and basic financial statements; and the Statistical Section, containing financial and other data for prior and current years. In the Financial Section, statements are divided into two parts according to the level of detail reported.

GENERAL PURPOSE FINANCIAL STATEMENTS (COMBINED OVERVIEW): This level includes the auditor's opinion, the Combined Statements and the Notes to the Financial Statements. The Combined Statements provide a summary of the financial position at June 30, 1984 and the results of operations for the year then ended by fund type or account group.

COMBINING STATEMENTS: These financial statements are presented with separate sections for each fund type. Each section provides financial data on each individual fund. Each separate column serves as a financial statement for that particular fund. Combining financial statements are presented in each instance where the state has more than one fund of a given type.

The Notes to the Financial Statements provided in the Financial Section are considered an essential part of adequate disclosure and fair presentation for this report. The notes include the Summary of Significant Accounting Policies and other necessary disclosure of matters relating to the financial position of the state. The notes provide additional information regarding the financial statements and are necessary to an understanding of the information included.

AUDITS

The Office of the Legislative Auditor, authorized by Minnesota Statutes, Section 3.971, performs post-audits of the activities of state agencies. Accordingly, they performed the audit of these financial statements and their opinion is included. Additionally they issue a management letter to each state agency and a summary report to the legislature.

During the fiscal year the state completed its first single audit of federal programs. The audit met the requirements of Attachment P to the U.S. Office of Management and Budget (OMB) Circular A-102. This audit was conducted as a part of the audit of the 1983 Annual Financial Report and covered federal grant activity for the year ended June 30, 1983. A similiar audit is being conducted for fiscal year 1984. A supplementary report, "Financial and Compliance Report on Federally Assisted Programs" was issued for the 1983 single audit and a similar report for the 1984 single audit will be available in March, 1985.

MANAGEMENT RESPONSIBILITIES

Financial Reporting

The Department of Finance is responsible for the accuracy, the fairness, and the completeness of the financial statements, including all disclosures, presented in this report. We believe that these statements provide a fair representation of the financial position of the state at June 30, 1984, and the results of operations for the fiscal year then ended, in accordance with generally accepted accounting principles. These statements, of necessity, include some amounts which are based on management's best estimates and judgement.

Although the Department of Finance accepts final responsibility for this report, much of the data was provided by staff in many other state agencies. Assistance from these agencies ranged from providing necessary data to actual preparation of financial statements for their agencies' funds. I want to express my appreciation for the dedication of the people in the Department of Finance responsible for the preparation of this report as well as to the many people in other agencies without whose efforts this report would not be possible.

Internal Control

The Department of Finance is responsible for designing and applying the state's system of internal accounting controls. These controls provide reasonable assurance as to the protection of the state's assets against loss, either intentional or unintentional, and as to the reliability of the accounting records from which the financial statements were prepared.

FINANCIAL HIGHLIGHTS

General Government Functions

During fiscal year 1984 Minnesota's economy began to recover from the effects of the national recession. Because of this recovery the legislature was able to remove the 10% income tax surcharge, effective January 1, 1984. In addition a reserve of $250 million was established to provide a cushion in the event of possible future revenue

shortfalls. This reserve will help avoid budget cuts and tax increases should the state's economy suffer an unexpected downturn in future years.

The ending General Fund unrestricted fund balance, on a GAAP basis was a deficit of $78 million. On a budgetary basis, however, the unrestricted fund balance was $2.2 million. While these fund balances reflect a decrease over those at the end of fiscal year 1983, they also reflect the provision of the $250 million reserve.

Revenues and expenditures for general government (general, special revenue, capital projects and debt service funds) are presented below (expressed in thousands). The percentage of total and the increases or decreases over fiscal year 1983 are also provided.

REVENUE SOURCES:	Amount	%	Increase (decrease) over F.Y. 1983 Amount	%
Individual Income Taxes	$2,642,957	35.6%	$ 338,755	14.7%
Corporate Income Taxes	340,027	4.6	52,731	18.4
Sales Tax	1,264,135	17.1	126,401	11.1
Highway Taxes	544,448	7.3	86,910	19.0
Other Taxes	684,004	9.2	156,563	29.7
Intergovernmental Revenue	1,481,612	20.0	143,638	10.7
Investment Income	103,611	1.4	20,896	25.3
Other Revenue	356,070	4.8	40,917	13.0
Total Gross Revenue	$7,416,864	100.0%	$ 966,811	15.0
Revenue Refunds	451,801		(11,708)	2.5
Net Revenue	$6,965,063		$ 978,519	16.3
EXPENDITURES				
Protection of Persons/Property	$ 87,418	1.3%	$ 5,984	7.4%
Transportation	205,252	3.1	22,845	12.5
Resource Management	101,407	1.5	8,391	9.0
Economic/Manpower Development	131,407	2.0	18,945	16.8
Education	299,456	4.5	60,310	25.2
Health and Social Services	306,188	4.6	36,464	13.5
General Government	128,356	1.9	10,562	9.0
Capital Outlay	318,601	4.8	59,050	22.8
Debt Service	164,178	2.5	(50,413)	(23.5)
Grants and Subsidies	4,683,492	70.6	980,890*	26.5
Total Expenditures	$6,425,755		$1,153,028	21.9
Net Transfers-Out	213,739	3.2	62,117	41.0
Total Expenditures and Transfers-Out	$6,639,494	100.0%	$1,215,145	22.4

* The one time effect of General Fund shifts is largely responsible for the size of this variance.

Debt Administration

Minnesota's credit ratings on general obligation (GO) bonds remained unchanged during fiscal year 1984. Bond ratings are Aa by Moody's and AA by Standard and Poor's Corporation. General obligation debt issued during fiscal year 1984 included $89 million of GO bonds in August 1983 and $125 million in March, 1984, both with 20 year

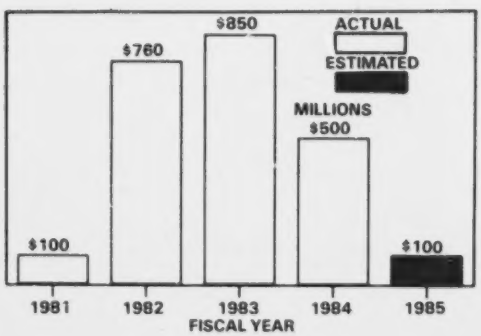
serial maturity dates. During fiscal year 1984 credit ratings on general obligation notes were raised to MIG-1 by Moody's Investor's Service.

The State of Minnesota's debt management policy states that the ratio of biennial debt service expenditures for general obligation bonded debt, paid by transfers from the General Fund, when compared to total biennial unrestricted General Fund revenues, net of revenue refunds, on the budgetary basis, should not exceed 3%. This policy was changed from a 2.5% guideline to a 3% limit in fiscal 1984. This ratio was 2.3% for fiscal year 1984.

The state's debt management policy further states that general obligation bonded debt in relation to the total personal income for the state, as reported for the calendar year most recently ended, should not exceed 2.5%. This ratio was 2.1% for fiscal year 1984.

Cash Management

General Fund cash flow shortages during the past four years required short-term borrowings. Such borrowing reached its maximum in fiscal year 1983 at $850 million, decreased to $500 million for fiscal year 1984 and to $100 million in 1985. Short-term borrowing for 1984 included $200 million of certificates of indebtedness, $30 million of advance on a revolving line of credit and $270 million in tax exempt commercial paper. Minnesota's need to borrow to meet cash flow needs in recent years was the result of declining cash balances at the beginning of the fiscal year, imbalances in the timing of receipts and expenditures during the first half of each fiscal year, and revenue shortfalls in fiscal years 1981, 1982, and 1983. Measures taken by the legislature improved the state's cash flow by rescheduling some payments, reducing the timing imbalances of revenues and expenditures. The budget reserve of $250 million at June 30, 1984 increased cash balances, and reduced the effect of the unevenness of revenues and expenditures. The increase of the budget reserve to $375 million at July 1, 1985 will further improve the state's cash flow situation.



OUTLOOK

The Governor and the Legislature have adopted a General Fund budget for fiscal year 1985 that provides for fiscal stability as well as improved fiscal condition. Short-term borrowing will end in January, 1985, when the longest dated commercial paper notes mature. This condition has been made possible by the existence of budget reserves and forecast budgetary fund balances that together exceed $500 million. The financial condition of the state sets the stage for consideration of tax reduction in the 1985 Legislative Session.

Sincerely,

Gordon M. Donhowe
Commissioner

STATE OF MINNESOTA
PRINCIPAL OFFICIALS

EXECUTIVE BRANCH

GOVERNOR: Rudy Perpich

LIEUTENANT GOVERNOR: Marlene Johnson

ATTORNEY GENERAL: Hubert H. Humphrey, III

STATE TREASURER: Robert W. Mattson

SECRETARY OF STATE: Joan Anderson Growe

STATE AUDITOR: Arne Carlson

LEGISLATIVE BRANCH

HOUSE OF REPRESENTATIVES

SPEAKER OF THE HOUSE: Harry A. Sieben, Jr.

SENATE

PRESIDENT OF THE SENATE: Jerome M. Hughes

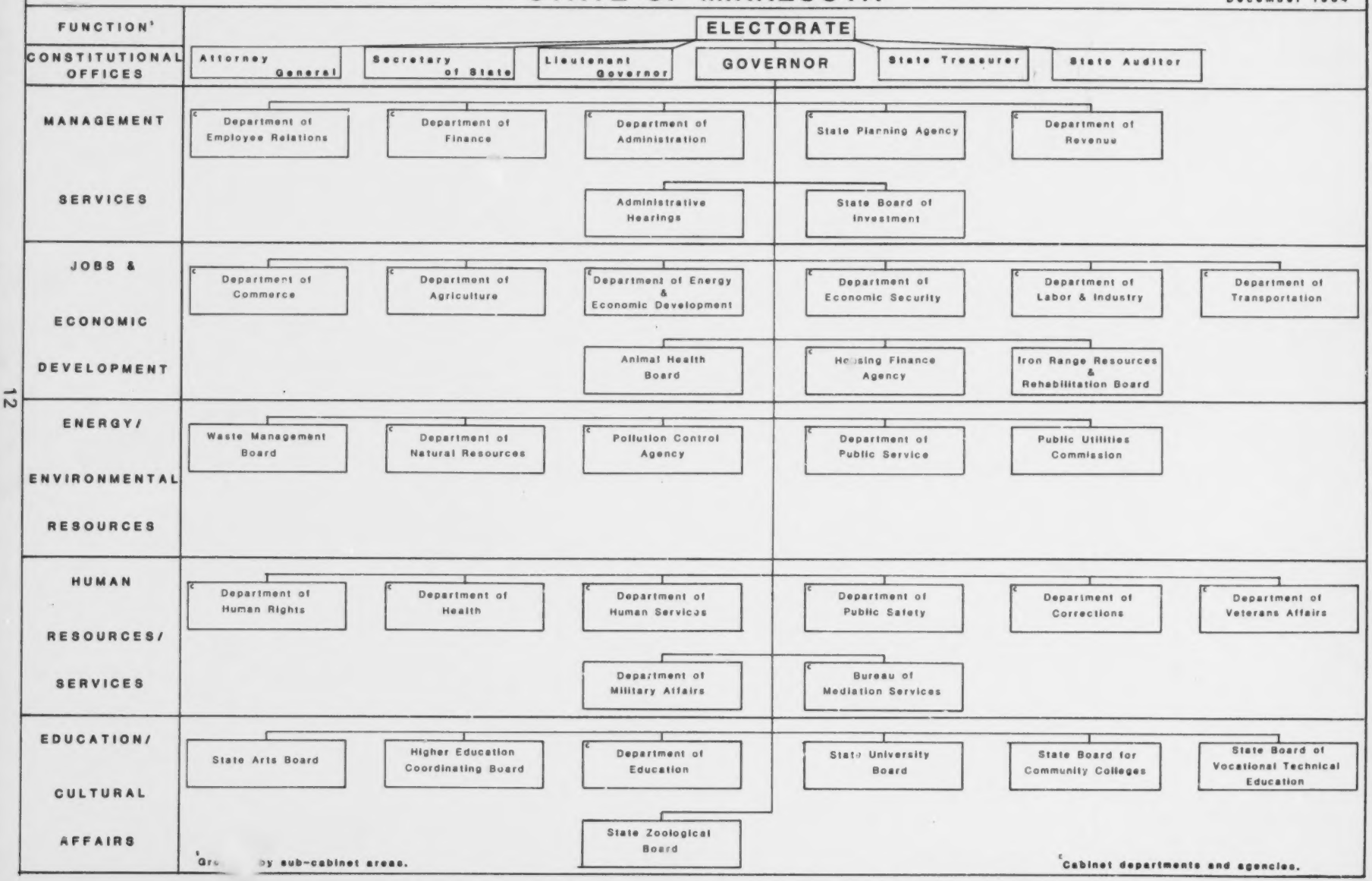
JUDICIAL BRANCH

SUPREME COURT

CHIEF JUSTICE: Douglas K. Amdahl

ORGANIZATION CHART of the EXECUTIVE BRANCH
STATE OF MINNESOTA

Department of Administration
December 1984



FINANCIAL SECTION

General Purpose Financial Statements

STATE OF MINNESOTA
OFFICE OF THE LEGISLATIVE AUDITOR
VETERANS SERVICE BUILDING, ST. PAUL, MN 55155 • 612/296-4708
JAMES R. NOBLES, LEGISLATIVE AUDITOR

Members of the Legislature
The Honorable Rudy Perpich, Governor
Gordon M. Donhowe, Commissioner, Department of Finance

1. SCOPE OF AUDIT

We have examined the combined financial statements of the State of Minnesota as of and for the year ended June 30, 1984, as listed in the Table of Contents. Our examination was made in accordance with generally accepted auditing standards, except as limited by and subject to the reliances explained in paragraph 2, and included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

2. SCOPE LIMITATIONS AND RELIANCES

A. LOCAL GOVERNMENT INFORMATION -- Our examination did not verify the accuracy of the information provided by local units of government. This information is used to calculate various educational and general governmental aids paid from the GENERAL FUND and the SPECIAL REVENUE FUNDS. Accordingly, we were unable to determine the effect, if any, that reliance on this data will have on the financial position of those funds.

B. RELIANCE ON ACTUARIAL CERTIFICATIONS -- Note 23 discusses the unfunded liability of the Pension Trust Funds, a part of the FIDUCIARY FUNDS. These amounts are presented in accordance with reports certified by the consulting actuaries for the various funds. The actuarial calculations also affect participation in the Post Retirement Investment Fund, presented within the Pension Trust Funds.

3. OMISSION OF REQUIRED FINANCIAL STATEMENTS

GENERAL FIXED ASSETS ACCOUNT GROUP -- Generally accepted accounting principles require a financial statement for the GENERAL FIXED ASSETS ACCOUNT GROUP. The required statement is not presented, as explained in Note 1.

4. LIABILITY/EXPENDITURE RECOGNITION PROBLEMS

UNFUNDED PENSION PLANS -- There are three pension plans which are essentially terminally funded by the General Fund upon the eligible participants' retirement. The underfunding of these pension plans should be systematically reported as long-term liabilities over a reasonable period. There is currently no provision and/or adequate information to report the proper amount of long-term liabilities. These plans are:

- THE LEGISLATIVE RETIREMENT PLAN which has $2.3 million of accumulated legislator contributions presented as an asset and liability of the General Fund at June 30, 1984. The most recent actuarial valuation of the plan was as of July 1, 1977. At that date, the actuarially determined accrued liability was calculated at $8.7 million while accumulated legislator contributions totaled only $800,000.

- THE ELECTIVE STATE OFFICERS' PLAN which has $199,000 of accumulated contributions presented as an asset and liability of the General Fund at June 30, 1984. There has not been an actuarial valuation of this plan.

- THE JUDICIAL RETIREMENT PLAN which has $11.7 million of accumulated contributions included in the June 30, 1984 fund balance of the Pension Trust Funds, a part of the Fiduciary Funds. The accumulated contributions and actuarially determined accrued liability of the plan as of June 30, 1983, the last valuation date, were $11 million and $40.5 million, respectively.

Because of insufficient information and lack of a systematic recognition policy, we were unable to determine the total effect of these pension plans on the GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP.

OPINION PARAGRAPHS

In our opinion, EXCEPT FOR the matters discussed in paragraphs 3 and 4, and SUBJECT TO the effects, if any, of the matter discussed in paragraph 2A, and relying on the certifications from the consulting actuaries as discussed in paragraph 2B, the combined financial statements referred to above present fairly the financial position of the State of Minnesota at June 30, 1984, and the results of its operations and changes in financial position of its proprietary fund types for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year after giving retroactive effect to the accounting and fund structure changes, with which we concur, as explained in Note 24.

Our examination was made for the purpose of forming an opinion on the combined financial statements taken as a whole. The combining, individual fund, and account group financial statements and schedules listed in the Table of Contents are presented for purposes of additional analysis and are not a required part of the combined financial statements of the State of Minnesota. The information has been subjected to the auditing procedures applied in the examination of the combined financial statements and, in our opinion, is fairly stated in all material respects in relation to the combined financial statements taken as a whole.

James R. Nobles
Legislative Auditor

John Asmussen, CPA
Deputy Legislative Auditor

November 19, 1984

STATE OF MINNESOTA
COMBINED BALANCE SHEET
ALL FUND TYPES AND GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP
JUNE 30, 1984
(IN THOUSANDS)

	GOVERNMENTAL FUND TYPES		
ASSETS AND OTHER DEBITS	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS
Cash	$581,228	$ 70,299	$ 27,219
Investments	-	208,551	113,957
Accounts Receivable	40,496	22,329	17
Due From Other Funds	19,284	17,231	14,069
Accrued Income	12,009	4,320	2,603
Federal Aid Receivable	-	141,141	10,192
Inventories	-	12,416	-
Deferred Costs	1,544	20	-
Restricted Assets	212,166	-	-
Loans/Notes Receivable	10,524	34,042	2,599
Equity in Investment Funds	-	-	-
Fixed Assets/Real Property(Net)	-	-	-
Other Assets	-	-	-
Amount Available in Debt Service Fund	-	-	-
Amount to be Provided from General Fund	-	-	-
Amount to be Provided from Special Revenue Funds	-	-	-
Total Assets and Amounts to be Provided	$877,251	$510,349	$170,656
LIABILITIES AND FUND EQUITY			
Liabilities:			
Warrants Payable	$ -	$ -	$ -
Accounts Payable	223,589	212,509	26,724
Payable to Other Funds	45,098	33,245	6,038
Payable to Other Governmental Units	-	25,868	-
Deferred Revenue	23,019	6,916	575
Payable from Restricted Assets	211,183	-	-
Loans/Notes/Installment Purchases Payable	30,000	-	-
Revenue Refunds Payable	-	-	-
General Obligation Bonds Payable	-	-	-
Revenue Bonds Payable	-	-	-
Grants and Subsidies Payable	-	-	-
Compensated Absences Payable	-	-	-
Funds Held in Trust	-	-	-
Other	-	-	-
Total Liabilities	$532,889	$278,538	$ 33,337
Fund Equity:			
Contributed Capital	$ -	$ -	$ -
Retained Earnings:			
Reserved Per Debt Requirements	-	-	-
Reserved Per State Law	-	-	-
Unreserved Retained Earnings	-	-	-
Fund Balances:			
Reserved for Encumbrances	39,821	91,990	-
Reserved for Inventory	-	12,416	-
Reserved for Long-Term Receivables	15,608	34,573	-
Reserved for Long-Term Commitments	-	26,902	131,418
Reserved for Local Governments	-	-	-
Reserved for Endowment Principal	-	-	-
Reserved for Debt Requirements	983	325	-
Reserved for Employee Benefits	-	-	-
Reserved for Revenue Shortfall	250,000	-	-
Unreserved Fund Balances:			
Designated for Appropriation Carryover	115,945	29,810	5,901
Designated for Fund Purposes	-	35,795	-
Designated Other	-	-	-
Undesignated	(77,995)	-	-
Total Fund Equity	$344,362	$231,811	$137,319
Total Liabilities and Fund Equity	$877,251	$510,349	$170,656

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
COMBINED BALANCE SHEET
ALL FUND TYPES AND GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP
JUNE 30, 1984
(IN THOUSANDS)

GOVERNMENTAL FUND TYPES	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	ACCOUNT GROUP	TOTALS (MEMORANDUM ONLY)
DEBT SERVICE	ENTERPRISE	INTERNAL SERVICE	TRUST AND AGENCY	GENERAL LONG-TERM OBLIGATION	
$ 209	$ 6,119	$ 2,450	$ 123,307	$ -	$ 810,831
156,357	540,244	-	5,797,157	-	6,816,266
-	3,323	1,299	50,119	-	117,583
5,953	196	3,701	63,623	-	124,057
5,960	32,430	-	49,702	-	107,024
-	-	-	339	-	151,672
-	5,443	649	-	-	18,508
-	29,027	25	10,321	-	40,937
-	347,287	-	-	-	559,453
-	1,401,552	609	5,997	-	1,455,323
-	-	-	2,169,542	-	2,169,542
-	56,315	11,803	16,107	-	84,225
-	23	-	28	-	51
-	-	-	-	81,210	81,210
-	-	-	-	1,139,882	1,139,882
-	-	-	-	139,947	139,947
$168,479	$2,421,959	$20,536	$8,28..,242	$1,361,039	$13,816,511
$ -	$ -	$ -	$ 94,318	$ -	$ 94,318
113	6,379	4,477	89,933	-	563,724
971	497	4,802	33,406	-	124,057
-	16	-	11,784	-	37,668
-	11,323	32	995	-	42,860
-	149,151	-	-	-	360,334
-	18,036	4,078	296,094	3,836	352,044
-	-	-	-	39,557	39,557
-	14,155	-	-	1,057,945	1,072,100
-	1,759,605	-	-	-	1,759,605
-	-	-	-	180,557	180,557
-	130	863	454	75,215	76,662
1,475	77,495	-	2,338,662	-	2,417,632
-	-	477	12	3,929	4,418
$ 2,559	$2,036,787	$14,729	$2,865,658	$1,361,039	$ 7,125,536
$ -	$ 45,433	$ 4,595	$ -	-	$ 50,028
-	26,616	-	-	-	26,616
-	112,424	-	-	-	112,424
-	200,699	1,212	-	-	201,911
-	-	-	2,214	-	134,025
-	-	-	-	-	12,416
-	-	-	19,036	-	69,217
-	-	-	-	-	158,320
-	-	-	226,317	-	226,317
165,920	-	-	346,024	-	346,024
-	-	-	-	-	167,228
-	-	-	5,056,934	-	5,056,934
-	-	-	-	-	250,000
-	-	-	-	-	151,656
-	-	-	(233,941)	-	(198,146)
-	-	-	4,000	-	4,000
-	-	-	-	-	(77,995)
$165,920	$ 385,172	$ 5,807	$5,420,584	-	$ 6,690,975
$168,479	$2,421,959	$20,536	$8,286,242	$1,361,039	$13,816,511

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	GOVERNMENTAL FUND TYPES				FIDUCIARY FUND TYPE	TOTALS (MEMORANDUM ONLY)
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	EXPENDABLE TRUST	
Revenues:						
Individual Income Taxes	$2,642,957	$ -	$ -	$ -	$ -	$2,642,957
Corporate Income Taxes	340,027	-	-	-	-	340,027
Sales Taxes	1,264,135	-	-	-	-	1,264,135
Other Taxes	633,221	595,231	-	-	388,087	1,616,539
Intergovernmental Revenues	11,407	1,397,794	72,193	218	62,776	1,544,388
Care and Hospitalization Revenues	84,108	-	-	-	-	84,108
Tuition and Fees	76,505	-	-	-	-	76,505
Investment Income	62,641	17,524	7,076	16,370	27,194	130,805
Other Revenues	67,912	125,812	868	865	50,977	246,434
Gross Revenues	$5,182,913	$2,136,361	$ 80,137	$ 17,453	$ 529,034	$7,945,898
Less Revenue Refunds	418,724	33,077	-	-	117	451,918
Net Revenues	$4,764,189	$2,103,284	$ 80,137	$ 17,453	$ 528,917	$7,493,980
Expenditures:						
Current:						
Protection of Persons/Property	$ 34,825	$ 52,459	$ 134	-	$ 7	$ 87,425
Transportation	1,762	203,361	129	-	1,977	207,229
Resource Management	55,895	43,150	2,362	-	278	101,685
Economic/Manpower Development	42,613	88,794	-	-	1,257	132,664
Education	246,937	52,491	28	-	1,590	301,046
Health and Social Services	267,745	38,443	-	-	276	306,464
General Government	113,046	4,495	10,815	-	42,149	170,505
Total Current Expenditures	$ 762,823	$ 483,193	$ 13,468	$ -	$ 47,534	$1,307,018
Capital Outlay	14,604	221,569	82,428	-	548	319,149
Debt Service	24,442	-	-	139,736	18,611	182,789
Grants and Subsidies	3,439,916	1,185,186	58,390	-	527,411	5,210,903
Total Expenditures	$4,241,785	$1,889,948	$154,286	$ 139,736	$ 594,104	$7,019,859
Excess of Revenues Over (Under) Expenditures	$ 522,404	$ 213,336	$(74,149)	$(122,283)	$ (65,187)	$ 474,121
Other Financing Sources (Uses):						
General Obligation Bonds	$ -	$ 40,000	$174,000	$ -	$ -	$ 214,000
Operating Transfers-In	6,532	345,615	24,437	127,866	220,799	725,249
Operating Transfers to Debt Service	(104,702)	(15,618)	(7,546)	-	-	(127,866)
Other Operating Transfers-Out	(67,708)	(511,215)	(11,400)	-	(4,986)	(595,309)
Investment Income Allocated to Proprietary Funds	-	-	-	(141)	-	(141)
Other Sources (Uses)	-	(2,303)	-	-	-	(2,303)
Net Other Financing Sources (Uses)	$ (165,878)	$ (143,521)	$179,491	$ 127,725	$ 215,813	$ 213,630
Excess of Revenues and Other Sources Over Expenditures and Other Uses	$ 356,526	$ 69,815	$105,342	$ 5,442	$ 150,626	$ 687,751
Fund Balances, July 1, 1983, as Reported	$ 5,344	$ 133,492	$ 32,122	$ 151,998	$(132,018)	$ 190,938
Prior Period Adjustments	2,000	(18,789)	-	8,360	-	(8,429)
Changes in Reporting Entity	-	28,319	-	-	2,855	31,174
Fund Balances, July 1,1983, as Restated	$ 7,344	$ 143,022	$ 32,122	$ 160,358	$(129,163)	$ 213,683
Net Residual Equity Transfers	(19,508)	19,450	(145)	120	-	(83)
Change in Inventory	-	(476)	-	-	-	(476)
Fund Balances, June 30, 1984	$ 344,362	$ 231,811	$137,319	$ 165,920	$ 21,463	$ 900,875

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
COMBINED SCHEDULE OF BUDGET AND ACTUAL REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGETARY BASIS
YEAR ENDED JUNE 30,1984
(IN THOUSANDS)

	GENERAL FUND			SPECIAL REVENUE FUNDS		
	BUDGET	ACTUAL	VARIANCE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE (UNFAVORABLE)
Revenues:						
Taxes	$4,807,940	$4,870,861	$ 62,921	$ 541,264	$ 555,925	$ 14,661
Intergovernmental Revenues	80,079	61,604	(18,475)	270,300	243,170	(27,130)
Investment Income	52,146	62,494	10,348	8,424	12,489	4,065
Other Revenues	323,084	325,919	2,835	55,251	55,266	15
Gross Revenues	$5,263,249	$5,320,878	$ 57,629	$ 875,239	$ 866,850	$ (8,389)
Less Revenue Refunds	388,882	411,858	(22,976)	29,965	31,242	(1,277)
Net Revenues	$4,874,367	$4,909,020	$ 34,653	$ 845,274	$ 835,608	$ (9,666)
Expenditures:						
Current:						
Protection of Persons/Property	$ 36,605	$ 35,721	$ 884	$ 51,191	$ 44,874	$ 6,317
Transportation	1,388	1,411	(23)	202,546	203,376	(830)
Resource Management	67,517	57,756	9,761	26,413	26,857	(444)
Economic/Manpower Development.	46,510	45,348	1,162	-	-	-
Education	254,684	250,278	4,406	19	14	5
Health and Social Services	287,745	283,751	3,994	403	372	31
General Government	135,518	127,099	8,419	25	10	15
Total Current Expenditures	$ 829,967	$ 801,364	$ 28,603	$ 280,597	$ 275,503	$ 5,094
Capital Outlay	20,730	19,667	1,063	388,749	379,137	9,612
Debt Service	25,000	25,859	(859)	-	-	-
Grants and Subsidies	3,609,718	3,583,224	26,494	8,303	6,100	2,203
Total Expenditures	$4,485,415	$4,430,114	$ 55,301	$ 677,649	$ 660,740	$ 16,909
Excess of Revenues Over (Under) Expenditures	$ 388,952	$ 478,906	$ 89,954	$ 167,625	$ 174,868	$ 7,243
Other Sources (Uses):						
General Obligation Bonds	$ -	$ -	$ -	$ 35,000	$ 40,175	$ 5,175
Operating Transfers-In	9,749	10,749	1,000	301,463	310,529	9,066
Operating Transfers to Debt Svc.	(104,717)	(104,717)	-	(17,700)	(13,141)	4,559
Other Operating Transfers-Out	(71,719)	(97,795)	(26,076)	(491,032)	(508,858)	(17,826)
Net Other Sources (Uses)	$ (166,687)	$ (191,763)	$(25,076)	$(172,269)	$(171,295)	$ 974
Excess of Revenues Over (Under) Expenditures and Net Other Uses	$ 222,265	$ 287,143	$ 64,878	$ (4,644)	$ 3,573	$ 8,217
Fund Balances, July 1, 1983	71,713	71,713	-	24,522	39,492	14,970
Prior Year Adjustments	14,000	15,665	1,665	437	565	128
Appropriation Cancellations	15,000	-	(15,000)	-	-	-
Fund Balances, June 30, 1984	$ 322,978	$ 374,521	$ 51,543	$ 20,315	$ 43,630	$ 23,315
Less Appropriation Carryover	59,308	122,317	(63,009)	-	29,809	(29,809)
Less Reserve for Revenue Shortfall	250,000	250,000	-	-	-	-
Undesignated Fund Balances, June 30, 1984	$ 13,670	$ 2,204	$(11,466)	$ 20,315	$ 13,821	$ (6,494)

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES		TOTALS (MEMORANDUM ONLY
	ENTERPRISE	INTERNAL SERVICE	PENSION TRUST	NONEXPENDABLE TRUST FUND PERMANENT SCHOOL	
Operating Revenues:					
Net Sales	$ 16,371	$10,577	$ -	$ 4,036	$ 30,984
Contributions	-	-	411,186	-	411,186
Interest/Investment Income	181,332	-	414,972	28,089	624,393
Rental and Service Fees	36,527	20,321	-	-	56,848
Distributed Investment Fund Income	-	-	204,264	-	204,264
Realized and Unrealized Income Gains	-	-	(271,571)	8,458	(263,113)
Other Income	-	-	5,531	-	5,531
Total Operating Revenues	$234,230	$30,898	$ 764,382	$ 40,583	$1,070,093
Less Cost of Goods Sold	12,311	4,370	-	-	16,681
Gross Margin	$221,919	$26,528	$ 764,382	$ 40,583	$1,053,412
Operating Expenses:					
Annuity Payments	$ -	$ -	$ 190,795	$ -	$ 190,795
Refunded Contributions	-	-	59,943	-	59,943
Interest and Financing Costs	144,329	696	-	-	145,025
Purchased Services	24,291	9,628	2,019	-	35,938
Investment Management Fees	-	-	4,654	-	4,654
Salaries and Fringe Benefits	16,547	9,914	4,355	-	30,816
Depreciation and Amortization	4,326	3,492	169	2,722	10,709
Supplies and Materials	2,403	1,565	85	-	4,053
Other Expenses	1,524	1,174	68	-	2,766
Total Operating Expenses	$193,420	$26,469	$ 262,088	$ 2,722	$ 484,699
Operating Income	$ 28,499	$ 59	$ 502,294	$ 37,861	$ 568,713
Nonoperating Revenues (Expenses):					
Shares Purchased/Participant Contributions	$ -	$ -	$ 305,809	-	$ 305,809
Federal Grants & Subsidies	62,641	-	-	-	62,641
Other Nonoperating Revenues	104	129	-	-	233
Shares Withdrawn/Participant Withdrawals	-	-	(148,715)	-	(148,715)
Grants, Aids and Subsidies	(59,702)	-	-	-	(59,702)
Other Nonoperating Expenses	(1,966)	(9)	-	-	(1,975)
Net Nonoperating Revenues	$ 1,077	$ 120	$ 157,094	-	$ 158,291
Operating Transfers (Net)	$ 23,145	-	$ 3,502	$(28,721)	$ (2,074)
Net Income	$ 52,721	$ 179	$ 662,890	$ 9,140	$ 724,930
Cumulative Effect of Change in Accounting Method	(67)	-	(65,278)	-	(65,345)
Net Income After Cumulative Effect	$ 52,654	$ 179	$ 597,612	$ 9,140	$ 659,585
Depreciation on Fixed Assets Acquired with Contributed Capital	354	-	-	-	354
Unrealized Loss on Equity Securities	-	-	(168,899)	(2,802)	(171,701)
Increase (Decrease) in Fund Equity	$ 53,008	$ 179	$ 428,713	$ 6,338	$ 488,238
Fund Equity, July 1, 1983, as Reported	$280,133	$ 1,017	$6,954,324	$339,686	$7,575,160
Prior Period Adjustments	(232)	16	(2,106)	-	(2,322)
Changes in Reporting Entity	6,830	-	-	-	6,830
Fund Equity, July 1, 1983, as Restated	$286,731	$ 1,033	$6,952,218	$339,686	$7,579,668
Fund Equity, June 30, 1984	$339,739	$ 1,212	$7,380,931	$346,024	$8,067,906

The notes are an integral part of the financial statements.

STATE OF MINNESOTA
COMBINED STATEMENT OF CHANGES IN FINANCIAL POSTION
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES		TOTALS (MEMORANDUM ONLY)
	ENTERPRISE	INTERNAL SERVICE	PENSION TRUST	NONEXPENDABLE TRUST FUND PERMANENT SCHOOL	
Cash Provided:					
From Operations:					
Net Income	$ 52,654	$ 179	$ 597,612	$ 9,140	$ 659,585
Items Added to (Deducted from) Net Income:					
Changes in Current Assets	$ 2,200	$ (936)	$ 24,597	$ 1,060	$ 26,921
Changes in Current Liabilities	7,150	930	46,192	2,241	56,513
Depreciation and Amortization	4,326	3,517	169	2,722	10,734
Unrealized Loss on Equity Securities	-	-	(168,899)	(2,802)	(171,701)
Change in Other Assets/Liabilities	(7,068)	132	(15)	(2)	(6,953)
Total Items Added (Deducted)	$ 6,608	$3,643	$ (97,956)	$ 3,219	$ (84,486)
Total Cash Provided from Operations	$ 59,262	$3,822	$ 499,656	$ 12,359	$ 575,099
Other Cash Provided:					
Proceeds from Sale of Bonds/Notes	$336,296	$ -	-	-	$ 336,296
Reduction of Loans and Financing Leases Receivable	109,885	950	-	-	110,835
Capital Contributions	2,014	-	-	-	2,014
Other Sources	14,986	2,225	-	-	17,211
Total Other Cash Provided	$463,181	$3,175	-	-	$ 466,356
Total Cash Provided	$522,443	$6,997	$ 499,656	$ 12,359	$1,041,455
Cash Applied:					
Loans Issued	$203,118	$ -	$ -	-	$ 203,118
Investments in Fixed Assets	9,784	4,155	111	-	14,050
Deferred Costs	4,534	-	-	-	4,534
Reduction of Indebtedness	115,310	1,702	-	-	117,012
Other	336	757	-	-	1,093
Total Cash Applied	$333,082	$6,614	$ 111	-	$ 339,807
Net Increase (Decrease) in Cash and Investments	$189,361	$ 383	$ 499,545	$ 12,359	$ 701,648
Cash and Investments, July 1, 1983	$704,289	$2,067	$6,854,224	$316,935	$7,877,515
Cash and Investments, June 30, 1984	$893,650	$2,450	$7,353,769	$329,294	$8,579,163

The notes are an integral part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 1984

These notes provide disclosures relevant to the combined financial statements on the preceding pages.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

Except as described in the following notes, the reporting policies of the State of Minnesota conform to generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The GASB recently replaced the National Council on Governmental Accounting (NCGA) as the primary authoritative source of GAAP for governmental units. The pronouncements issued by the NCGA are currently considered by GASB to be GAAP for governmental units until superseded by later GASB pronouncements.

The state's financial activities are recorded in individual funds and account groups, each of which is treated as a separate accounting entity. For financial reporting purposes, however, the individual fund financial statements are combined by generic fund type in the combining financial statements as presented in the Comprehensive Annual Financial Report. The aggregate of each fund type, from the combining statements, is then presented in the combined overview financial statements, also termed the General Purpose Financial Statements (GPFS). Essentially, the GPFS have replaced the individual fund as the financial reporting focus for governmental units.

Financial Reporting Entity of the State of Minnesota

This report includes the various state departments, agencies, institutions and organizational units which are controlled by or dependent upon the Minnesota Legislature and/or its constitutional officers. The criteria used to determine the state's reporting entity were degrees of: financial interdependence, fiscal accountability, administrative control, and scope of public service. All governmental units not meeting those criteria, and therefore considered to be autonomous from the state, have been excluded from this report. Among those entities excluded are the Minnesota Historical Society, and the University of Minnesota. Although partially supported by state appropriations, both of these entities enjoy a high degree of autonomy because they are governed by independent boards.

The state universities and community colleges are an integral part of the state's operations. Their primary operations are accounted for on the Statewide Accounting System and are subject to the same controls as all other state agencies. The results of operations and the financial position for the colleges and universities therefore do not appear as discrete presentations in these financial statements but are reported along with the activities of all state agencies in the appropriate funds or fund types.

The organizations on the next page which are included in this report also prepare and publish their own financial reports which may contain differences in presentation resulting from differing reporting emphasis:

Teachers Retirement Association
Minnesota State Retirement System
Public Employees Retirement Association
State Board of Investment
Minnesota Housing Finance Agency
Higher Education Coordinating Board (student loan funds)
Higher Education Facilities Authority
State University Board (revenue bond fund)

Copies of their reports may be obtained directly from the organizations.

Classification of Funds

Individual funds have been established as stipulated by legal provisions or by administrative discretion. The funds presented are classified according to GAAP as follows.

Governmental Funds

These funds account for the acquisition, use and balances of expendable financial resources and the related current liabilities. Most state operations are accounted for in this fund category which is comprised of the general, special revenue, capital projects and debt service generic fund types described as follows:

General Fund - Accounts for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditure for specific purposes.

Capital Projects Funds - Account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Debt Service Fund - Accounts for the accumulation of resources for, and the payment of, most general long-term obligation principal and interest.

Proprietary Funds

These funds account for all assets, liabilities and equities and match revenues and expenses to determine net income and capital maintenance. The generic fund types included in the proprietary fund category are listed below.

Enterprise Funds - Account for operations: (1) that are financed and operated in a manner similar to private business enterprises and where the intent of the state is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (2) where the state has decided that periodic determination of revenue earned, expenses incurred, and net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Internal Service Funds - Account for the financing of goods or services provided by one state agency to other state agencies on a cost-reimbursement basis.

Fiduciary Funds

These funds account for assets held by the state in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. Depending on their nature, fiduciary funds are classified for accounting measurement purposes like governmental (expendable trust funds) or proprietary (nonexpendable trust and pension trust funds). Agency funds are custodial in nature; thus they do not measure results of operations. Descriptions of the generic fund types included in the fiduciary fund category are as follows:

Pension Trust Funds - Account for funds administered by independent boards and for which the state performs a fiduciary role. These funds have been categorized by function into the following three types:

- Defined Benefit Pension Funds include those retirement funds for which the participant's retirement annuity is based upon a statutory formula utilizing such factors as age, average salary, length of service and others. That is, benefits are determined by qualification instead of contribution.

- Defined Contribution Pension Funds include those retirement funds for which the amount of the participant's retirement annuity is primarily determined by the employer/employee contributions. Other factors such as age and length of service provide minimum eligibility qualifications.

- Investment Trust Funds are a group of investment funds which serve as investment vehicles for the participating funds. They are administered by the State Board of Investment in accordance with the applicable statutes defining the participating funds, the types of investments which may be purchased and the distribution of earnings or losses.

Nonexpendable Trust Funds - Account for funds whose principal may not be expended.

Expendable Trust Funds - Account for funds whose resources, including principal and earnings, may be expended.

Agency Funds - Account for funds which hold monies in an agency capacity for various governmental units, individuals or funds.

Account Groups

Accountability and control over fixed assets and long-term obligations not accounted for in individual funds are provided in the account groups.

General Long-Term Obligation Account Group - Accounts for unmatured principal of bonds, notes, or other forms of long-term indebtedness except that accounted for in the proprietary and trust funds.

General Fixed Asset Account Group - Accounts for the fixed assets of the governmental funds. Currently the state does not have an updated General Fixed Asset Account Group from which to prepare the required financial statements.

Basis of Accounting

Totals Memorandum Only - The "Totals (Memorandum Only)" column represents the sum of the combining financial statements. Consolidated financial information is not presented.

All proprietary funds, pension trust funds and nonexpendable trust funds are accounted for using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized as they are incurred. All governmental, expendable trust and agency funds are accounted for using the modified accrual basis of accounting. The modified accrual basis of accounting includes the following recognition principles.

Revenues: Federal grants and individual income, sales and unemployment compensation taxes are the major revenue sources susceptible to accrual; that is, they are recognized in the period they become both measurable and available to finance expenditures of the current period. Measurable means that taxpayer or intermediary government liability is supported by sufficient documentation and can be reasonably estimated. Available means collectible by the September close of the books. Similarly, anticipated refunds of such taxes are recorded as reductions in revenue in the period when the state's liability is measurable. Revenues collected on an advance basis, including federal revenues, to which the state does not yet have legal entitlement are recognized as deferred revenue until the related commitment arises, at which time revenue is recognized.

Expenditures and Related Liabilities: Expenditures and payables are recognized when obligations are incurred as a result of the receipt of goods and services. Grant expenditures are discussed separately below.

Encumbrance Accounting: Encumbrance accounting is used for budgetary control purposes only. In the financial statements encumbrances are recorded only in the balance sheet as a reservation of fund balance for subsequent year expenditure except for those long-term commitments which rely significantly on future resources as discussed in Note 15.

Grant Expenditure and Liability Recognition

Grants are contributions of cash or other assets by the state to other governmental units, individuals or to nongovernmental organizations. The GAAP requirement that expenditures and liabilities are recognized at the point goods and services are received is not relevant for grants because the state does not receive a direct service for grant payments. It is therefore necessary to use different criteria for the recognition of grant expenditures and liabilities.

Grants are normally paid on an entitlement basis or a reimbursement basis. Reimbursements can be for specific services provided to specific eligible recipients or such reimbursements can be for eligible types of expenditures. Grants paid on a reimbursement basis are recognized as expenditures and liabilities in the year in which the grantee incurs the costs of specific services to eligible recipients or makes eligible types of expenditures. Entitlement type grants may be based on services provided by the grantee which the grant is meant to help fund, but not based on the cost of providing the service. Expenditures and related liabilities for these types of entitlement grants are recognized as the service is provided if the amount owed is reasonably estimable soon after the end of the fiscal year. Other types of entitlement type grants are not based on services provided or actions taken by the grantee. Expenditures and related liabilities for these types of grants are recognized in the fiscal year in which the resources were appropriated.

Compensated Absences

State employees accrue vacation leave, sick leave and compensatory leave at various rates within limits specified in collective bargaining agreements. Because such leave is liquidated in cash primarily only at the time of termination from state employment, governmental fund types do not recognize these liabilities until paid from future resources. The total compensated absences liability for governmental funds is reported in the General Long-Term Obligation Account Group. All other fund types accrue this liability at the time leave is earned and report it as a fund liability.

2. BUDGETING AND BUDGETARY CONTROL

Minnesota operates on a two-year (biennial) budget cycle, ending on June 30 of the odd-numbered years. State law requires appropriation for expenditures from the General Fund and four special revenue funds - Game and Fish, Trunk Highway, State Airports and Highway User Tax Distribution Funds.

All state expenditures in these funds are made pursuant to the appropriations in the biennial budget, as amended by subsequent legislative appropriation actions. On the Combined Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual, expenditures are sometimes budgeted in one category (eg. current expenditures) and spent in another (eg. grants) causing favorable and unfavorable variances which are offsetting. Certain appropriations are subject to adjustment by management in state agencies. These adjustments are limited to transferring between appropriations within an agency upon notification to the Governor and legislative leadership. In no case did expenditures exceed appropriations, as adjusted. For most appropriations unencumbered balances at year end cancel; for specified others, such balances may carry forward to the subsequent years. The budget and the state's accounting system are maintained essentially on a cash basis with the exception that at year end encumbered amounts are included in expenditures for budgetary reporting.

A schedule comparing legally budgeted fund balances with actual results on the budget basis is provided for the General and special revenue funds (see Note 26).

3. CASH, INVESTMENTS AND ACCRUED INVESTMENT INCOME

Where Minnesota Statutes provide, an individual fund's cash is separately invested, usually through the State Board of Investment. All cash in the state treasury not invested by individual funds is pooled and invested as the State Treasurer's "Invested Treasurer's Cash" (ITC). The ITC is available to pay operating expenses and transfers and to relieve cash deficiencies in the General Fund to the extent allowable under Minnesota Statutes Section 16A.671. All investment earnings of ITC except on balances in specific accounts, as provided in the statutes, are credited to the General Fund. Investment earnings credited to the General Fund from ITC in fiscal year 1984 were $58,206,044. The amount credited to other individual accounts from ITC totaled $1,542,209. A schedule of the cash balances available for investment in ITC at June 30, 1984 is presented on the next page. Because some funds have cash outside of the state treasury, the cash available for ITC may differ from the cash balances indicated on the balance sheets.

Invested Treasurer's Cash
June 30, 1984
(In Thousands)

Fund Types	Cash Balance
General Fund	$581,224
Special Revenue Funds	69,637
Capital Projects Funds	27,219
Trust and Agency Funds	119,633
Proprietary Funds	1,152
Total Cash Balances	$798,865
Uninvested Cash	(29,582)
ITC Investments	$769,283

Nearly all funds value equity securities at cost and debt securities at amortized cost. Some fiduciary type funds are an exception to the above, valuing investments at market. Marketable Equity Securities for the defined benefit pension funds and the nonexpendable trust fund (fiduciary funds), which are normally valued at cost, have been written down to market value in accordance with Financial Accounting Standards Board Statement of Financial Accounting Standards No. 12, "Accounting for Certain Marketable Securities". Except for the fiduciary fund types scheduled below, the cost of investments approximates market value.

Schedule of Cost and Market Values of Investments
June 30, 1984

	Cost	Market
Investment Trust Funds	$ 2,311,684,000	$2,141,565,696
Defined Benefit Pension Funds	3,041,213,426	3,048,671,488
Nonexpendable Trust Funds	324,049,277	329,284,068

Certain U.S. government and government agency securities are loaned out to banks and brokers to generate additional income of 0.5%. Collateral pledged in the amount of 105% of the market value of securities loaned is required. Securities loaned as of June 30, 1984 were as follows:

	Cost of Securities Loaned
Governmental Fund Type:	
Debt Service Fund	$ 37,514,770
Special Revenue Funds	3,786,099
Proprietary Fund Type:	
Enterprise Funds	10,747,734
Fiduciary Fund Type:	
Pension Trust Funds	72,744,243
Nonexpendable Trust Funds	9,722,071
Expendable Trust Funds	37,803,922
Invested Treasurer's Cash	25,099,884
Total	$197,418,723

4. INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables at June 30, 1984 are summarized as follows (in thousands):

	Due From	Payable To
General Fund	$ 19,284	$ 45,098
Special Revenue Funds:		
Trunk Highway	$ 4,017	$ 9,477
Highway User Tax Distribution	16	8,291
Federal	1,113	10,197
Miscellaneous Special Revenue	9,100	3,803
Other Special Revenue Funds	2,985	1,477
Total Special Revenue	$ 17,231	$ 33,245
Capital Projects Funds:		
General Project	$ 8,778	$ 65
Transportation	5,289	1
Building	2	5,972
Total Capital Projects	$ 14,069	$ 6,038
Debt Service Fund	$ 5,953	$ 971
Enterprise Funds	$ 196	$ 497
Internal Service Funds:		
Computer Services	$ 2,035	$ 903
Motor Pool	227	2,518
Other	1,439	1,381
Total Internal Service	$ 3,701	$ 4,802
Fiduciary Funds:		
Teachers Retirement	$ 20,298	$ 7,500
Post Retirement Investment	16,321	895
Endowment School	11,514	-
Permanent School	26	14,301
Agency Funds	5,223	281
Other Fiduciary Funds	10,241	10,429
Total Fiduciary	$ 63,623	$ 33,406
Total	$124,057	$124,057

5. LOANS RECEIVABLE AND NOTES RECEIVABLE

Loans Receivable are stated net of allowances for loan losses except where the loans are adequately secured.

Loans of the Minnesota Housing Finance Agency are principally secured by first mortgages or insurance. Guaranteed student loans are guaranteed by the Higher Education Assistance Foundation and reinsured by the federal government. Financing leases of the Minnesota Higher Education Facilities Authority are secured by ownership of constructed facilities.

Loans to school districts by the Maximum Effort School Loan Fund (a special revenue fund) are repaid from school district tax levies which cannot exceed a formula based ceiling. Minnesota Statutes, Chapter 124 which authorizes these loans, specifies that

interest defaulted, because of the tax ceiling, be capitalized as loan principal. Loan principal not repaid in thirty years will be forgiven. The allowance for loan losses due to forgiveness was $20,680,205 as of June 30, 1984.

College and university educational loans to students are net of allowances for loan losses of $1,849,438.

A schedule of the types of loans and notes included in the statements follows. Financing leases of the Higher Education Facilities Authority have been accounted for as direct financing leases but have been classified as loans receivable in this report because of their similarities.

Minnesota Housing Finance Agency Loans	$1,068,826,000
Government Guaranteed Student Loans	241,723,146
Medical and Osteopathy Student Loans	2,829,347
Higher Education Financing Leases	7,786,630
Maximum Effort School Loans	29,095,907
Family Farm Loans	8,673,385
State Compensation	1,625,600
College Student Loans	27,652,665
Notes Receivable	157,511
Financing Leases Receivable	53,185,846
Mortgage Notes Receivable	928,023
Other	12,838,574
Total Loans and Notes Receivable	$1,455,322,634

6. INVENTORIES

The inventories of the Trunk Highway Fund (a special revenue fund) with a balance of $12,388,065 as of June 30, 1984 are valued using the weighted-average method. Inventories in other funds are valued by various methods allowable under generally accepted accounting principles.

7. EQUITY IN INVESTMENT FUNDS

Equity in investment funds is the participation of the various defined benefit and defined contribution pension funds (fiduciary funds) in the investment trust funds (also fiduciary funds). Consistent with fund accounting principles, the state records the aggregate defined benefit and defined contribution pension fund resources invested in the appropriate investment trust funds, with the corresponding equity interest recorded in the respective defined benefit and defined contribution pension funds. Accordingly, when various analytical comparisons are being made, the combined net assets of all pension trust funds must be adjusted to eliminate the effects of this method of presentation.

8. FIXED ASSETS AND REAL PROPERTY

The accounting and reporting treatment applied to the fixed assets associated with a fund are determined by its fund type. General fixed assets are recorded as expenditures in governmental fund types and accounted for in the General Fixed Asset Account Group. Fixed assets for all other funds are recorded as assets of those funds. The state does not currently have accurate, updated General Fixed Asset Account Group accounting for all the assets purchased by governmental funds in the past.

Fund fixed assets are recorded in proprietary and fiduciary funds at historical cost less accumulated depreciation or amortization on a straight-line basis over the useful

lives of assets. Estimated useful lives are as follows:

Buildings	40 - 50 years
Improvements (large)	20 - 50 years
Improvements (small)	3 - 10 years
Equipment	3 - 12 years

Fixed assets and real property (amounts expressed in thousands) consisted of the following as of June 30, 1984:

	Enterprise Funds	Internal Service Funds	Fiduciary Funds	Combined Totals
Real Property	$ 8,411	$ -	$ 15,452	$ 23,863
Land Improvements	-	51	-	51
Building	76,506	-	-	76,506
Building Improvements	8,351	103	-	8,454
Equipment	11,207	23,791	1,312	36,310
Total	$104,475	$ 23,945	$ 16,764	$145,184
Less Accumulated Depreciation	48,160	12,142	657	60,959
Net Total	$ 56,315	$ 11,803	$ 16,107	$ 84,225

Fixed assets include equipment totaling $3,110,000 in the internal service funds and $59,304 in the fiduciary funds purchased under capital lease agreements. Accumulated amortization for the internal service fund capital lease fixed assets was $1,505,128 and the fiscal year amortization was $622,170.

Land in the Permanent School Fund (a nonexpendable trust fund) totaling 2,517,015 acres was donated by the federal government and is valued at an estimated fair market value at the time of donation.

A major portion of the fixed assets of the Zoo Monorail Fund (reported in the Enterprise Activities Fund) may be subject to repossession by creditors as a result of default on the installment purchase contract. (See Note 14.)

9. DEFERRED COSTS

The composition of the deferred costs is scheduled below:

	Enterprise Fund	Fiduciary Fund		
Type	MHFA Programs	Permanent School Fund	Other	Total
Bond Issuance (Net)	$23,712,000	$ -	$ 902,649	$24,614,649
Debt Extinguishment (Net)	2,738,000	-	-	2,738,000
Unamortized Bond Losses	1,417,000	10,254,204	-	11,671,204
Prepaid Expenses	-	-	1,913,583	1,913,583
Total	$27,867,000	$10,254,204	$2,816,232	$40,937,436

10. RESTRICTED ASSETS AND LIABILITIES PAYABLE FROM RESTRICTED ASSETS

Mandatory asset segregations within funds are presented in various enterprise funds and the General Fund as restricted assets. Restricted assets are composed of cash,

investments and deposits with the Debt Service Fund. Such segregations are required by bond covenants and other external restrictions. Current liabilities to be paid from these assets are classified as payable from restricted assets. Additional current related liabilities will be paid from unrestricted current assets. The excess of restricted assets over liabilities payable from restricted assets will be used first for any long-term obligation. The remainder, if any, is a reservation of retained earnings or fund balances in accordance with debt requirements. Detail of these restricted assets and related liabilities follows.

Restricted Assets and Related Liabilities
(In Thousands)

Restricted Assets:	
Cash	$ 775
Investments	211,829
Deposits with Debt Service Fund	1,475
Debt Service Account	247,533
Revenue Bonds Repayment	89,560
Revenue Bonds Covenants	8,281
Total Restricted Assets	$559,453
Liabilities Payable from Restricted Assets:	
Accounts Payable	$ 2,051
General Obligation Notes Payable	200,000
General Obligation Notes Interest Payable	11,183
Revenue Bonds Payable	89,874
Revenue Bonds Interest Payable	55,901
General Obligation Bonds Payable	540
General Obligation Bonds Interest Payable	263
Other	523
Total Current Liabilities	$360,335
Revenue Bonds Payable (Noncurrent)	$171,519
Total Liabilities Payable from Restricted Assets	$531,854
Restricted Fund Equities:	
Reserved per Debt Requirement	$ 27,599
Total Liabilities Payable from Restricted Assets and Reserved Fund Equities	$559,453

11. GENERAL FUND NOTES PAYABLE

The $230,000,000 in notes payable in the General Fund is part of the debt used to finance projected General Fund cash flow shortages in fiscal year 1984. On August 1, 1983 $200,000,000 in general obligation certificates of indebtedness (CI's) were sold. The CI's plus interest at 6% are payable July 31, 1984. Additionally, a $30,000,000 advance on a revolving line of credit was obtained on August 1, 1983, payable July 31, 1984. The remainder of the $500,000,000 needed to cover projected General Fund cash shortages was financed through the sale of $270,000,000 of tax exempt commercial paper having a variety of maturities. No commercial paper was outstanding at June 30, 1984.

Cash and investments were segregated as restricted assets in the General Fund on a predetermined schedule to provide resources to repay the $200,000,000. As of June 30, 1984 $212,166,040 in restricted assets was set aside to repay the outstanding $200,000,000 in notes plus interest.

12. GENERAL LONG-TERM OBLIGATIONS

A summary of the changes in general long-term obligations during fiscal year 1984 is as follows (expressed in thousands).

	Beginning Balances	Increases	Decreases	Ending Balances
Liabilities For:				
General Obligation Bonds	$ 888,120	$247,680	$ 77,855	$1,057,945
Loans	4,230	-	394	3,836
Capital Leases	3,541	1,582	1,194	3,929
Revenue Refunds	24,532	23,192	8,167	39,557
Grants and Subsidies	175,182	180,557	175,182	180,557
Compensated Absences	-	75,215	-	75,215
Total	$1,095,605	$528,226	$262,792	$1,361,039

The resources to repay the various general long-term obligations have or will be provided from the fund types as scheduled below (in thousands).

	General Fund	Special Revenue Funds	Total
Obligations For:			
General Obligation Bonds	$ 943,108	$114,837	$1,057,945
Loans	-	3,836	3,836
Capital Leases	3,419	510	3,929
Revenue Refunds	39,557	-	39,557
Grants and Subsidies	180,557	-	180,557
Compensated Absences	42,599	32,616	75,215
Total	$1,209,240	$151,799	$1,361,039

Principal and interest payment schedules are provided below (expressed in thousands) for all obligations having set payment schedules. The liability for grants and subsidies will be liquidated in October, 1984. There are no set schedules for the other types of general long-term obligations.

	General Obligation Bonds	Loans	Capital Leases	Total
1985	$ 156,470	$ 394	$1,802	$ 158,666
1986	148,370	394	1,177	149,941
1987	142,324	394	662	143,380
1988	137,593	394	498	138,485
1989	126,794	394	144	127,332
1990 - 1994	514,624	1,866	-	516,490
1995 - 1999	319,240	-	-	319,240
2000 - 2004	117,319	-	-	117,319
Total Payments	$1,662,734	$3,836	$4,283	$1,670,853
Interest	604,789	-	354	605,143
Total Principal	$1,057,945	$3,836	$3,929	$1,065,710

Minnesota Statutes, Section 16A.65 provides for an appropriation for transfer to the Debt Service Fund on November 1 of each year. The amount of the appropriation is to be large enough such that, when combined with the balance on hand in the Debt Service Fund at November 1 of each year, it will be sufficient to pay all general obligation bond principal and interest due in the next twenty months. If the amount appropriated

is insufficient, when combined with the balance on hand in the Debt Service Fund, the State Constitution requires the State Auditor to levy a statewide property tax to cover the deficiency. No such property tax has been levied since 1969 when the law was enacted requiring the appropriation.

In fiscal year 1984 the Department of Finance made the necessary transfers to the Debt Service Fund as follows:

General Fund	$104,702,143
Special Revenue Funds:	
Game and Fish Fund	48,981
Trunk Highway Fund	12,610,798
Federal Fund	185,316
Maximum Effort School Loan Fund	2,570,159
Miscellaneous Special Revenue Fund	203,200
Capital Project Fund (Building Fund)	7,545,556
Total Operating Transfers to Debt Service Fund	$127,866,153

The amount shown in the Debt Service Fund as reserved per debt requirements differs from that shown in the General Long-Term Obligation Account Group as Amount Available in Debt Service Fund because the Debt Service Fund amount includes both principal and interest on general obligation bonds while the General Long-Term Obligation Account Group includes only the amount for bond principal.

Two issues of general obligation bonds are recorded as liabilities of an enterprise fund, the State University Board Revenue Bond Fund, because the earnings of the fund are pledged for repayment of bonds. This fund makes debt service transfers fulfilling the legal requirements for general obligation debt service. Debt service transfers and the earnings on them are reported as restricted assets (see Note 10) in the enterprise fund and as funds held in trust in the Debt Service Fund. The General Fund remains secondarily liable for these bonds.

During fiscal year 1984 $214,000,000 in general obligation bonds were sold and $77,855,000 in general obligation bond principal was repaid. The long-term obligations for bonds also increased an additional amount ($33,680,000) for Maximum Effort School Loan Fund Bonds which were previously recorded as a liability of an enterprise fund. The Maximum Effort School Loan Fund is currently reported as a special revenue fund (see Note 24). A schedule of general obligation bonds authorized, issued and unissued is provided as follows (in thousands).

Purpose	Amount Authorized	Amount Issued	Unissued
State Building	$420,065	$163,328	$256,737
Trunk Highway	56,000	21,000	35,000
State Transportation	81,500	46,900	34,600
Waste Management	15,000	5,800	9,200
Water Pollution Control	156,000	122,100	33,900
Maximum Effort School Loan	20,000	13,775	6,225
Agriculture Resource Loan	12,000	-	12,000
Municipal Aid	4,330	-	4,330
Total	$764,895	$372,903	$391,992

Capital Leases

Capital leases payable are for those leases meeting the criteria in NCGA Statement 5, Accounting and Financial Reporting Principles for Lease Agreements of State and Local Governments. While the state has entered into numerous operating lease agreements, annual payments for operating leases for governmental funds are not significant.

Revenue Refunds Payable

Several mining companies overpaid taconite occupation taxes from 1971 through 1982. The refunds owed the companies are estimated at $39,556,545 at June 30, 1984, including interest on the unpaid balance. The refunds plus interest thereon are currently being repaid through credits to sales, occupation and railroad gross earnings taxes owed by the mining companies involved. During fiscal year 1984 interest at 6% on the amounts owed increased this obligation by $980,058. Audits of mining company records disclosed an additional $22,212,386 in refund liabilities. Credits to sales, railroad gross earning and occupation taxes totaling $6,562,810 decreased the liability.

Grants and Subsidies Payable

Various grants and subsidy payments are based on data for one fiscal year but are paid from resources of the subsequent year. Where the payment is based on services or actions completed by the recipient as of June 30, 1984 we have determined that a long-term liability exists. Liabilities totaling $180,557,101 for such grants and subsidies are recognized at June 30, 1984. This amount including $171,628,442 in final payments for school aids for fiscal year 1984, is payable in October, 1984. The remainder is for tuition reciprocity owed to surrounding states for the school year ended June 30, 1984 and for reimbursements to counties for property taxes lost as the state took over certain previously taxable property.

Compensated Absences

The liability for compensated absences for governmental funds is being reported for the first time this year. (See Note 24.) This liability, primarily for vacation leave and vested sick leave (payable as severance pay under specific conditions) is paid only at the time of termination from state employment. Because this will be liquidated using future resources at unknown times in the future, it is considered a long-term obligation.

13. LONG-TERM OBLIGATIONS - ENTERPRISE FUNDS' BONDS PAYABLE

The agencies listed below have the authority to issue, and have issued, bonds which are not general obligations of the state but are payable solely from rentals, revenues and other income, charges and monies as were pledged for repayment. Premiums and discounts on revenue bonds are amortized using the interest method over the life of the bonds to which they relate.

The Minnesota Housing Finance Agency (MHFA) is authorized by Minnesota Statutes Sections 462A.08-.14 to issue its bonds and notes in amounts such that the principal amount outstanding at any time does not exceed:

- $225,000,000 issued for the purpose of providing funds for rehabilitation loans, or refunding bonds or notes issued for this purpose; plus,

- $1,325,000,000 issued for other purposes specified in Section 462A.08 which include: (i) participating in the making of construction loans and eligible mortgage loans to sponsors of

residential housing for families of low and moderate income, and (ii) purchasing eligible securities, the proceeds of which will be used for residential housing for families of low and moderate income.

The Minnesota Higher Education Coordinating Board (MHECB) is authorized by Minnesota Statutes Sections 136A.171-.175 to issue revenue bonds and notes to finance guaranteed loans for students attending eligible post secondary educational institutions. The amount of such bonds outstanding at any one time, not including refunded bonds or otherwise defeased or discharged bonds, may not exceed $550,000,000.

The Minnesota Higher Education Facilities Authority (MHEFA) is authorized by Minnesota Statutes Sections 136A.32-.34 to issue revenue bonds to finance the acquisition, construction and remodeling of college buildings and structures to be used for nonsectarian educational purposes, and to refinance facilities of this type. The amount of such bonds outstanding at any time may not exceed $150,000,000. Each issue is payable solely from and secured by a first lien on the revenues of the project financed, reserve funds and the guarantee of the institution for which the project is financed.

The Minnesota State University Board (MSUB) is authorized by Minnesota Statutes Section 136.41 to issue revenue bonds in the principal amount of $52,800,000 to finance the acquisition, construction and remodeling of college buildings for residence hall, student union and food service purposes. All of such bonds have been issued and are payable solely from and secured by an irrevocable pledge of revenues to be derived from the operation of the buildings financed and from student fees.

In addition, general obligation bonds have been issued for the Minnesota State University Board Revenue Bond Fund (an enterprise fund). The liability for these bonds is recorded within the fund. The earnings of the fund are pledged for repayment of the general obligation bonds and any revenue bonds sold for the same purpose. At June 30, 1984 the total of general obligation bonds outstanding was $14,694,615.

Principal and interest repayment schedule for enterprise fund bonds outstanding are as provided below (in thousands).

	Revenue Bonds				General Obligation Bonds
	MHFA	MHEFA	MHECB	MSUB	MSUB
1985	$ 141,395	$ 9,154	$139,436	$ 2,402	$ 1,321
1986	144,024	9,058	41,696	2,381	1,308
1987	141,514	11,193	40,689	2,359	1,303
1988	138,416	20,231	38,540	2,335	1,291
1989	134,034	10,538	184,515	2,311	1,278
1990 - 1994	659,164	47,599	69,056	11,306	13,336
1995 - 1999	487,732	19,464	-	11,571	-
2000 - 2004	425,130	16,233	-	11,108	-
2005 - 2009	355,966	10,585	-	2,241	-
2010 - 2014	291,933	1,919	-	-	-
2015 - 2019	151,682	-	-	-	-
2020 - 2024	36,182	-	-	-	-
	$3,107,172	$155,974	$513,932	$48,014	$19,837
Unamortized (Discount) Premium	-	(1,478)	(1,851)	(188)	5
Interest	(1,784,097)	(62,049)	(109,027)	(16,923)	(5,147)
Bond Principal	$1,323,075	$ 92,447	$403,054	$30,903	$14,695

14. LONG-TERM OBLIGATIONS - OTHER

The outstanding balance of loans received under the provisions of the Federal Unemployment Tax Act as of June 30, 1984 was $296,094,305, including $14,101,203 in interest accrued at a rate of 10 percent per annum.

Because of a lack of current actuarial valuations, the unfunded liabilities of the Legislative Retirement Plan and the Elective State Officers Plan could not be determined. As a result, these plans could not be properly reported. Instead, since the General Fund is the source of funding for both plans, the accumulated employee contributions have been added to the General Fund's assets and the same amount added to the liabilities.

The Zoo Monorail Fund, a part of the Enterprise Activities Fund, is in arrears on its scheduled installment contract payments since April, 1980. In May, 1980 the investors/assignees of the installment contract exercised their right to declare the entire principal of the contract due and payable and charge interest of 8% per annum on unpaid principal. At June 30, 1984 the Zoo Monorail Fund owed $2,214,306 of interest and $8,413,000 of principal on the installment purchase contract.

Proprietary and fiduciary fund obligations under capital lease agreements for equipment provide for payments as follows:

	Internal Service Funds		Defined Benefit Pension Fund	
	Computer Services	State Printer	Public Employees Retirement	Total
1985	$ 871,583	$964	$10,893	$ 883,440
1986	399,012	-	1,325	400,337
1987	74,076	-	-	74,076
1988	61,730	-	-	61,730
Total Payments	$1,406,401	$964	$12,218	$1,419,583
Interest	178,862	38	2,829	181,729
Minimum Lease Payments	$1,227,539	$926	$ 9,389	$1,237,854

15. LONG-TERM COMMITMENTS

Long-term commitments, consisting of grant agreements, construction and other contracts, in the following amounts, were outstanding as of June 30, 1984.

Capital Projects Funds:	
General Project Fund	$ 2,370,006
Transportation Fund	32,044,134
Building Fund	111,780,760
Special Revenue Funds:	
Trunk Highway Fund	$226,258,286
Miscellaneous Special Revenue Fund	7,333,793
Total	$379,786,979

These commitments will be partially funded by current reserves for long-term commitments with the remaining resources provided by future bond proceeds, mining tax revenues and federal grants.

16. CONTINGENT LIABILITIES - LITIGATION

Payment of tort claims against the State is made from funds appropriated by the Minnesota Legislature for that purpose. For the fiscal year ending June 30, 1983, the appropriation was $850,000 and payments were $182,844. The appropriation for the fiscal year ending June 30, 1984, was $1,075,000 and payments were $762,898. The appropriation for the fiscal year ending June 30, 1985 is $1,075,000. In the 1983 session, the legislature raised the maximum limits of liability for tort claims from $100,000 to $200,000 for any individual claim and from $500,000 to $600,000 for any number of claims arising out of a single occurrence. The new limits took effect on August 1, 1984, after which date higher payouts are to be expected.

The State, its officers and employees, are defendants in numerous lawsuits. The following cases have been noted because an adverse decision could result in expenditures of State moneys in excess of current levels.

1. Johnson Bros. Wholesale Liquor Co., et al. v. State of Minnesota (Minnesota Tax Court). Plaintiffs assert that the Minnesota excise tax on non-Minnesota wine is unconstitutional because it is higher than the tax on Minnesota wine. Plaintiffs claim the appropriate remedy is a partial refund of the excise tax paid on non-Minnesota wine. The estimated revenue impact of an adverse decision in this and similar cases is $10 million (through Dec. 1983). Any liability arising out of a decision against the State may impact the general fund.

2. Cambridge State Bank, et al. v. State of Minnesota (Ramsey County District Court). The Minnesota income tax on banks taxes interest on federal obligations, but exempts interest on certain obligations of the state political subdivisions. The U.S. Supreme Court held a similar Tennessee tax on federal interest to be unconstitutional. This taxpayer contends that the Minnesota tax on federal interest is likewise unconstitutional. The taxes in suit are $6.8 million, with claims filed for refund of an additional $34 million. Any liability arising out of a decision against the State may impact the general fund.

3. Dunlop et al. v. State of Minnesota (United States District Court, District of Minnesota; Ramsey County District Court). Plaintiffs have filed class action suits in both federal and state court alleging that the State improperly withheld social security taxes on sick leave payments from 1955 to 1982.

   The federal lawsuit is currently in the early discovery stages, while the state court action has been stayed pending the outcome of the federal suit. No trial date has been set. Should the plaintiffs prevail, liability for the amount of taxes improperly withheld, an amount which could exceed $5 million, would primarily impact the general fund.

No opinion is expressed concerning the possible outcome of the above cases. Additionally, the State's policy is to address the specific impact of judgments against the State after a final judicial decision is rendered.

17. CONTINGENT LIABILITIES - OTHER

Municipal Debt Service

Under Minnesota Statutes Section 475A.03, Municipal Debt Service Aid Law, the state is contingently liable as guarantor for outstanding bond, principal and scheduled interest payments, which on June 30, 1984 totaled $7,377,777. Statutory provisions allow

defaults to first be charged to funds deposited in the Miscellaneous Agency Fund, a fiduciary fund, until depleted, then to the General Fund with subsequent reimbursement to be made from the proceeds of general obligation bonds to be sold.

Family Farm Security Loans

Under Minnesota Statutes Section 41.56 of the Family Farm Security Loan Program the state is contingently liable for 90% of the balance of the outstanding loans. As of June 30, 1984 the total initial loan amount of the currently outstanding loans was $68,652,492. All loans are secured by mortgages on real property. In the event of default, proceeds from the sale of foreclosed property are first applied to the unpaid balance, any remaining debt is then charged to a dedicated portion of the Miscellaneous Special Revenue Fund (a special revenue fund). Of the loans guaranteed, to date four have resulted in a charge-off of $256,416; an additional six loans are presently in default.

Pension Trust Funds

Unfunded liabilities of the pension trust funds, a fiduciary fund type, for which the state may be contingently liable, can be divided into three groups: those pension trust funds primarily for state employees; those funds for public employees where the state currently assumes the employers share of retirement contributions; and, those pension trust funds where the state is funding a portion of the unfunded liability. The pension trust funds involved, the year end for which the most current data is available and the unfunded liabilities are provided below:

State Employee Funds:		
State Employees Retirement Fund	6-30-83	$ 264,618,040
State Patrol Retirement Fund	6-30-83	53,400,183
Judicial Retirement Fund	6-30-83	29,507,234
Funds for Which State Pays Employers Contribution:		
Teachers Retirement Fund	6-30-84	$1,499,842,052
Minneapolis Teachers Retirement Fund	12-31-83	313,715,604
St. Paul Teachers Retirement Fund	12-31-83	153,899,202
Duluth Teachers Retirement Fund	6-30-83	20,729,900
Funds for Which State Assumes a Portion of the Unfunded Liability:		
Minneapolis Employees Retirement Fund	6-30-83	$ 193,684,472
Local Police and Fire Funds	12-31-83	612,562,966

Pension trust funds for which the state has custodial responsibility, but for which the state is not contingently liable, include the Public Employees Retirement Fund and the Police and Fire Fund. The unfunded liabilities and net assets available at June 30 for funding of these pension funds are provided in Note 23.

All of the above unfunded liabilities were computed using the entry age normal cost (level normal cost) method, and assuming an 8 percent interest rate and a 6½ percent annual salary growth rate except for the Minneapolis Employees Retirement Fund and the Local Police and Fire Funds, which assumed a 5 percent interest rate and a 3½ percent annual salary growth rate. For previous years the same method was used, the percentages assumed were 5 and 3½ respectively, for all funds. Additional annual contributions are provided to reduce the current unfunded liabilities. It has been the intent of the legislature, in establishing contribution rates, to provide sufficient resources to retire, or fully fund, the above liabilities by June 30, 2009.

The net assets available at June 30 for funding of the various retirement funds' total pension liabilities were as follows:

	1983	1984
State Employees Retirement Fund	$ 904,388,000	$ 973,560,709
State Patrol Retirement Fund	78,823,000	85,181,420
Judicial Retirement Fund	11,049,000	11,677,888
Teachers Retirement Fund	1,983,579,211	2,147,936,746

18. CONTRIBUTED CAPITAL

Contributed capital of the enterprise and internal service funds consists of resources provided from the following sources:

Source	Enterprise Funds	Internal Service Funds	Total
General Fund	$16,603,580	$4,590,563	$21,194,143
Federal Grants	26,654,935	-	26,654,935
Other	2,174,367	4,447	2,178,814
Total	$45,432,882	$4,595,010	$50,027,892

19. RETAINED EARNINGS

Reserved retained earnings are portions of fund equity legally segregated for specific uses. Retained earnings reserved per state law are funds appropriated to the Minnesota Housing Finance Agency Fund (an enterprise fund).

Various internal service funds and the Enterprise Activities Fund (an enterprise fund) have deficit unreserved retained earnings. Fees charged users of the services of these funds are meant only to cover costs. However, because fees are based on estimated revenues and expenses for the fund providing the services and actual experience varies from estimates, deficit retained earnings may occur. Rates will be adjusted in future years to eliminate current deficits.

20. FUND BALANCES

The reserved portion of the fund balances indicates that a portion of the fund balance is not available for appropriation or is legally segregated for a specific future use.

The unreserved portion of the fund balances consists of designated fund balances indicating tentative managerial plans for future use of resources and undesignated fund balances indicating those unreserved financial resources not dedicated in any manner.

Designated for Fund Purposes consists of fund balances to be used for the following purposes.

Special Revenue Funds	
Transportation & Aeronautics	$ 11,524,397
Education	4,359,332
Workers Compensation (see Note 22)	(54,549,334)
Environment & Economic Development	37,937,601
Natural Resources and Miscellaneous	36,523,562
Total Special Revenue Funds	$ 35,795,548

Expendable Trust Funds	
Unemployment Compensation (see Note 22)	$(286,425,625)
Economic Protection and Rehabilitation	46,313,569
Miscellaneous	6,170,791
Total Expendable Trust Funds	$(233,941,265)

21. EQUITY TRANSFERS

Equity transfers for fiscal year 1984 are primarily the result of the General Fund providing startup equity for new special revenue fund activities.

22. FUND BALANCES - DEFICITS

Special Workers Compensation Fund

This special revenue fund provides supplementary workers compensation to workers whose injury or disability meets certain requirements. For the most part, payments from this fund are reimbursements to insurance companies for payments to eligible injured workers. Funding for these reimbursements comes from an assessment on insurers and self-insurers. The deficit will eventually be eliminated through increases in the assessment rate.

Unemployment Compensation Fund (Expendable Trust Fund)

As a result of declines in economic activity over the past years, the unemployment taxes collected have been insufficient to fully fund the payments for unemployment benefits, causing a deficit fund balance. During fiscal year 1984 the deficit was significantly reduced. If the economy remains stable, taxes should continue to exceed benefits paid, eventually eliminating the deficit.

23. PENSION TRUST FUNDS

Minnesota has a fiduciary responsibility for several retirement and investment trust funds. For other retirement funds, the state provides some funding and sets the employer and employee contribution rates. The funds for which the state has fiduciary responsibility are discussed below. The liability which the state assumes for any unfunded liabilities of the various funds has been included in Note 17.

Defined Benefit Funds

The defined benefit funds included in the financial statements include various statewide public employee groups. The administering organizations, funds managed, and employee groups covered are as follows:

Minnesota State Retirement System

The State Employees Retirement Fund covers those employees of the state, University of Minnesota, and certain other entities not covered by other pension funds.

The State Patrol Retirement Fund covers state patrol officers, crime bureau officers, and various conservation officers who perform enforcement duties.

The Judicial Retirement Fund covers judges of the Supreme Court, district courts, county courts, probate courts, and various court referees.

Public Employees Retirement Association

The Public Employees Retirement Fund covers employees of various governmental subdivisions including counties, cities, towns, school districts, and certain related organizations. The state is not contingently liable for this fund. The unfunded liability and net assets available at June 30, 1983 were $401,518,619 and $1,474,041,241 respectively.

The Police and Fire Fund covers persons employed as police officers or firefighters by governmental subdivisions. The state is not contingently liable for this fund. The unfunded liability and net assets available at June 30, 1983 were $740,409 and $249,539,820 respectively.

Teachers Retirement Association

The Teachers Retirement Fund covers persons employed as teachers by the school districts or by the state, including the state universities and community colleges. Also included are supervisors, academic administrators, and librarians employed by the same organizations.

As of July 1, 1983, the statutory rates, expressed as a percentage of gross wages, used to compute the amounts of employee and employer contributions to the various funds are scheduled below:

Statutory Contributions

	Employee	State	Governmental Subdivisions
Minnesota State Retirement System			
State Employees Retirement Fund			
Military Affairs Plan	5.33%	7.20%	
Correctional Officers Plan	4.90%	11.42%	
General Employees Plan	3.73%	5.60%	
State Patrol Retirement Fund (not covered by Social Security)	8.50%	21.00%	
Judicial Retirement Fund	7.20%	-	
Public Employees Retirement Association			
Public Employees Retirement Fund			
Basic (not covered by Social Security)	8.00%		10.50%
Coordinated (covered by Social Security)	4.00%		5.50%
Police and Fire Fund	8.00%		12.00%
Teachers Retirement Association			
Teachers Retirement Fund			
Basic (not covered by Social Security)	8.50%	11.55%	
Coordinated (covered by Social Security)	4.50%	7.55%	

The Judicial Retirement Fund is terminally funded. Upon retirement, the employees contributions are supplemented by employer contributions sufficient to provide a retirement annuity for the retiree. The employer's share is provided from a General Fund appropriation.

Contributions received by each of the funds during fiscal year 1984 were as follows:

	Employees	Employer	Total
Minnesota State Retirement System:			
State Employees Retirement Fund	$33,342,707	$50,638,244	$ 83,980,951
State Patrol Retirement Fund	1,877,412	4,637,670	6,515,082
Judicial Retirement Fund	465,758	-	465,758
Public Employees Retirement Association:			
Public Employees Retirement Fund	$58,347,759	$78,966,549	$137,314,308
Police and Fire Fund	9,670,700	14,473,213	24,143,913
Teachers Retirement Association:			
Teachers Retirement Fund	$60,259,615	$98,505,322	$158,764,937

The active employee populations covered by each of the funds and the related annual payrolls as of June 30, 1983, except for the Teachers Retirement Fund which is as of June 30, 1984, were as follows:

	Active Employees Covered	Annual Payroll for Covered Employees
Minnesota State Retirement System		
State Employees Retirement Fund	44,315	$ 881,572,208
State Patrol Retirement Fund	774	21,562,464
Judicial Retirement Fund	229	12,685,000
Public Employees Retirement Association		
Public Employees Retirement Fund	83,351	1,135,754,941
Police and Fire Fund	4,596	105,153,394
Teachers Retirement Association		
Teachers Retirement Fund	58,190	1,232,356,505

As stated in Note 17, the state follows the entry age normal cost method in computing its pension liabilities. The annual increases to normal cost for active employees were as follows:

	Annual Provision for Pension Cost (Normal Cost)
Minnesota State Retirement System:	
State Employees Retirement Fund (6/30/83)	$ 62,255,992
State Patrol Retirement Fund (6/30/83)	3,805,348
Judicial Retirement Fund (6/30/83)	1,806,579
Public Employees Retirement Association:	
Public Employees Retirement Fund (6/30/83)	117,722,027
Police and Fire Fund (6/30/83)	16,738,468
Teachers Retirement Association:	
Teachers Retirement Fund (6/30/84)	106,734,849

In general, employees are vested after 20 years of service or 10 years of service and having reached 62 years of age. Total present value of accumulated benefits, vested and nonvested, for each of the defined benefit funds were as follows:

	Date	Actuarial Present Value of Accumulated Benefits Total
Minnesota State Retirement System:		
State Employees Retirement Fund	6/30/83	$1,167,124,433
State Patrol Retirement Fund	6/30/83	132,174,955
Judicial Retirement Fund	6/30/83	40,556,310
Public Employees Retirement Association:		
Public Employees Retirement Fund	6/30/83	1,875,559,860
Police and Fire Fund	6/30/83	250,280,229
Teachers Retirement Association:		
Teachers Retirement Fund	6/30/83	3,472,264,036

Defined Contribution Funds

The defined contribution funds included in the financial statements include various statewide public employee retirement funds for which the benefits to be received are limited to any annuity which can be purchased with the combined contributions of both the employee and employer. The administering organizations, funds managed,and employee groups covered are as follows:

Minnesota State Retirement System

The Unclassified Employees Retirement Fund covers only those state employees who are included either by statute or Department of Employee Relations policy in the "unclassified service" of the state.

Total Employees Covered (as of 6/30/83)	1,226
Annual Payroll for Covered Employees (as of 6/30/83)	$34,939,668

The Deferred Compensation Fund covers all state employees who elect to participate, with a maximum contribution limit of 25 percent of gross income up to $7,500 annually.

Teachers Retirement Association

For the College Supplemental Retirement Fund, participation is mandatory for the unclassified teachers, librarians, administrators and certain other staff members who have been employed full-time for a minimum of two academic years and continue to be employed by a state university or community college.

Total Employees Covered (as of 6/30/84)	3,655
Annual Payroll for Covered Employees (as of 6/30/84)	$110,939,991

The amounts contributed by either the employee or the employer to each of these funds varies according to the governing statutes or administrative rules and policies. Those contribution criteria are as follows:

Minnesota State Retirement System

For the Unclassified Employees Retirement Fund, employee contributions are at a rate of four percent with matching employer contributions of six percent.

For the Deferred Compensation Fund, employee contributions are made on a voluntary basis at whatever rates deemed appropriate by the individual up to the previously noted maximums. Employers do not contribute to this fund.

Teachers Retirement Association

For the College Supplemental Retirement Fund, employee contributions are made at a rate of five percent of the individual's cumulative earnings between $6,000 and $15,000, commencing after the first $6,000 has been received in the fiscal year. Employers contribute an equal, matching amount.

Contributions received by each of the funds during fiscal year 1984 were as follows:

	Employee	Employer	Total
Minnesota State Retirement System:			
Unclassified Employees Retirement Fund	$ 1,198,563	$1,813,985	$ 3,012,548
Deferred Compensation Fund	10,253,427	-	10,253,427
Teachers Retirement Association:			
College Supplemental Retirement Fund	1,305,995	1,305,995	2,611,990

Investment Trust Funds

These funds are administered by the State Board of Investment and serve only as investment vehicles for various state and local retirement funds. "Schedules of Participation", indicating the amounts and the funds sharing in the equity of these investment funds have been provided in the financial statements of the Comprehensive Annual Financial Report.

Other Pension Funds

There are several other public employee retirement funds for which the state provides some funding and sets the employer and employee contributions, but over which the state has no other operational control. Therefore these funds are not included in the reporting entity. These funds and the related unfunded liabilities are listed in Note 17.

24. ACCOUNTING AND REPORTING CHANGES

Accounting and reporting changes have been made to recognize the changes required by various NCGA statements, to conform more closely to generally accepted accounting principles and to improve the clarity of the annual financial reporting.

Accounting Principle Changes

Beginning in fiscal year 1984 the state changed its accounting and reporting practices to recognize the liability for compensated absences for all funds. Such liability recognition is required by NCGA Statement 4: Accounting and Financial Reporting Principles for Claims and Judgments and Compensated Absences and is reported in the General Long-Term Obligation Account Group for governmental funds. For other fund types, the liability for compensated absences is reported as a fund liability. Proprietary fund types have reported such liabilities in previous years as required by generally accepted accounting principles for such funds.

In previous years, pension trust funds capitalized losses incurred on sales of various bond investments. These losses were then either amortized over the remaining life of bonds purchased with the proceeds, or offset against future gains on bonds sold. As a

result of a change in statute, this policy was discontinued and the remaining balances of unamortized bond losses were written off during this fiscal year.

Reporting Changes

The Maximum Effort School Loan Fund (MESLF), previously reported as an enterprise fund, was reclassified as a special revenue fund. As a result of this change, beginning fund equity was increased by $33,685,000 because of the transfer of the general obligation bonds to the General Long-Term Obligation Account Group and by $614,412 by the elimination of accrued bond interest. Fund equity was also decreased $8,360,286 by the elimination of the asset Deposit with the Debt Service Fund. The corresponding Debt Service Fund liability was also eliminated.

Various programs and activities of the State University and Community College Systems were, in previous years, reported as agency funds. These programs and activities have been reclassified and are now included with the appropriate comparable fund types. Portions have been added to the Miscellaneous Special Revenue and the Federal Funds (special revenue funds), College and University Enterprise Activity (an enterprise fund), the Endowment Fund (an expendable trust fund) and the Miscellaneous Agency Fund. Accordingly, the beginning fund balances have been restated to reflect this change within the reporting entity.

The Employment Services Fund, a special revenue fund, previously reported as a separate fund, is now reported as a part of the Federal Fund, also a special revenue fund. Because the activities in both funds are similar, we are reporting them as one fund.

The Employee Insurance Trust Fund, an expendable trust fund, was created in October, 1983 for the purpose of providing various state employee insurance coverages on a "minimum premium" basis. Claim reserves are deposited to and invested by this fund until used to reimburse insurance carriers for claims paid.

Prior Period Adjustments

Prior period adjustments to beginning fund equity are primarily the result of two factors:

- Transfers totaling $7,500,000 from the General Fund to three of the defined benefit pension funds, accrued at June 30, 1983 were not transferred as anticipated. Legislative action reduced by $2,000,000 the total to be transferred and changed the amounts going to each of the funds. The amount to the Teacher's Retirement Fund was increased and the amounts to the State Employees and Public Employees Retirement Funds was reduced. These changes are reported as prior period adjustments.

- An allowance for doubtful accounts for the Maximum Effort School Loan Fund (a special revenue fund) was established for the first time during fiscal year 1984. The effect of this allowance, as of June 30, 1983 reduced the beginning fund balance by $18,990,400, reported as a prior period adjustment.

25. STATEMENT OF CHANGES IN FINANCIAL POSITION

The Statement of Changes in Financial Position - All Proprietary Fund Types and Similar Trust Funds has been prepared on a basis of cash as the total of cash and investments. For this purpose, investments include short-term marketable securities (cash equivalents), long-term securities and shares held or participation in the net assets of investment trust funds.

Depreciation as reported on this statement exceeds that reported on the Statement of Revenues Expenses and Changes in Retained Earnings for the internal service funds because a portion of depreciation is included in cost of goods sold.

26. BUDGET STATEMENTS

Because of the differences in bases of accounting, actual revenues, transfers-in, expenditures, encumbrances and transfers-out on the budgetary basis do not equal those on the GAAP basis in the Statement of Revenues, Expenditures and Changes in Fund Balance. This inequality results primarily from differences in the recognition of accruals, reimbursements, deferred revenue, intrafund transactions, loan transactions and from the budgetary basis of accounting for encumbrances. On the budgetary basis encumbrances are recognized as expenditures in the year encumbered while on the modified accrual basis expenditures are recognized when goods or services are received, regardless of the year encumbered.

Reconciliation of GAAP Basis Fund Balances to Budgetary Basis Fund Balances
June 30, 1984
(In Thousands)

	General	State Airports	Game and Fish	Trunk Highway	Highway User Tax Distribution
Total GAAP Fund Balance	$344,362	$8,465	$ 8,219	$145,336	$3,742
Less Reserved Fund Balances	306,412	5,957	2,440	110,594	93
Less Designated Fund Balances	115,945	1,848	435	27,281	246
Undesignated/Designated for Fund Purposes	$(77,995)	$ 660	$ 5,344	$ 7,461	$ 3,403
Revenue Accruals/Adjustments					
Federal Aid				(18,505)	
Taxes Receivable	(13,743)				
Human Services Receivable	(4,583)				
Deferred Revenue	19,716				
Other	3,929	1,734	(3,150)		(180)
Expenditure Accruals					
Medical Assistance	49,157				
Police & Fire Aid	22,862				
Real Property				15,002	
Community Service Grants	11,845				
Invalid Encumbrances	(8,251)				
Deferred Costs	(1,390)				
Other	2,174	21	(40)	885	(75)
Other Sources					
Transfers-In	(694)		(351)	(530)	2,142
Transfers-Out	(823)				
Undesignated Fund Balances - Budgetary Basis	$ 2,204	$2,415	$ 1,803	$ 4,313	$ 5,290

All special revenue funds are not legally budgeted (appropriated). Listed below are the fund balances (designated for fund purposes) for the appropriated and nonappropriated special revenue funds (in thousands).

State Airports Fund	$ 660
Game and Fish Fund	5,344
Trunk Highway Fund	7,461
Highway User Tax Distribution	3,403
Nonbudgeted Special Revenue funds	18,927
Total Designated for Fund Purposes	$35,795

27. ENTERPRISE FUNDS - SEGMENT INFORMATION

The State of Minnesota provides 4 major services to the public financed by user charges:

Housing Finance Agency (HFA)
Higher Education Coordinating Board (HECB)
Higher Education Facilities Authority (HEFA)
State University Board (SUB)

In addition services on a smaller scale are provided by colleges and universities, correctional industries and other numerous functions.

Significant financial data, stated in thousands of dollars, for the year ended June 30, 1984 is presented as follows for the enterprise funds.

	HFA	HECB	HEFA	SUB	Other Enter-Prise Activities	Total
Operating Revenues.....	$ 136,011	$ 41,635	$ 7,929	$26,280	$22,375	$ 234,230
Depreciation and Amortization Expense..	43	822	1	2,830	630	4,326
Operating Income.....	22,565	5,301	178	356	99	28,499
Non Operating Revenues (Expenses).....	(6,329)	9,061	-	(77)	(1,578)	1,077
Net Operating Transfers-In (Out)....	23,450	115	-	-	(420)	23,145
Net Income.....	39,686	14,477	178	279	(1,966)	52,654
Capital Contributions..	-	-	-	6,848	38,585	45,433
Fixed Assets:						
Additions.....	284	23	-	1,123	1,317	2,747
(Deletions).....	-	-	-	(1,007)	(763)	(1,770)
Net Working Capital....	321,079	131,507	396	12,492	9,522	[illegible],997
Total Assets.....	1,700,947	497,714	96,472	73,736	53,090	2,42[illegible],259
Long-Term Liabilities Payable from:						
Operating Revenues...	6	-	-	-	351	357
Other Sources.....	1,283,875	294,554	90,112	44,033	-	1,712,574
Total Equity.....	231,828	86,545	1,591	24,589	40,619	385,172

28. SUBSEQUENT EVENTS

- On July 2, 1984, $35,000,000 of general obligation trunk highway bonds and $115,000,000 of general obligation bonds, backed by the full faith and cred-

it and taxing powers of the State of Minnesota, were sold. The $115,000,000 is comprised of the following:

$95,900,000 in State Building Bonds
$14,100,000 in Transportation Bonds
$ 5,000,000 in School Energy Building Bonds

- To finance projected General Fund cash flow shortages in fiscal year 1985, the state has issued short-term debt comprised of: (1) $15,000,000 Revolving Credit Certificates dated July 31, 1984 and maturing June 30, 1985; and (2) $85,000,000 in Commercial Paper Certificates issued beginning July 31, 1984.

- On October 2, 1984, the Minnesota Higher Education Facilities Authority (MHEFA) issued $2,825,000 in variable rate revenue bonds. The interest rate at the date of sale was 6.7%.

- As required by the constitution and statute, transfers from the funds presented on the next page were made on November 1, 1984 to the separately invested Debt Service Fund to cover principal and interest maturing through July 1, 1986.

General	$147,205,332
Trunk Highway	21,670,140
Game and Fish	16,232
Maximum Effort School Loan	1,370,765
Building	7,655,650
Federal	186,928
Total Transfers to Debt Service	$178,105,047

The Maximum Effort School Loan Fund (a special revenue fund) did not have a sufficient balance in its loan repayment account to make the total required debt service transfer on November 1. The Laws of 1981, Chapter 358, Article IX appropriated funds from the General Fund for this purpose and $3,222,163 was provided and is included in the General Fund transfers above.

- As of November 30, 1984 the balance of loans payable from the Unemployment Compensation Fund (a fiduciary fund) to the United States Department of Labor was $187,119,544. This includes $1,425,026 of interest payable.

- On December 13, 1984, the Minnesota Higher Education Coordinating Board fund sold $60,000,000 of revenue bonds for the purpose of initiating a new loan program. The program will be to supplement the Guaranteed Student Loan Program Fund (an enterprise fund).

Combining Financial Statements

SPECIAL REVENUE FUNDS

The **State Airports Fund** receives revenue from aviation related taxes and fees. These revenues are used by the Department of Transportation to provide technical and financial assistance to municipal airports and to promote aviation safety, planning and regulation.

The **Game and Fish Fund** receives revenues from license fees and fines related to hunting and fishing, the receipts of which are appropriated to the Department of Natural Resources for related purposes.

The **Trunk Highway Fund** is supported by revenues from the Highway User Tax Distribution Fund and federal grants to provide planning, design, construction and maintenance of the state trunk highway system.

The **Highway User Tax Distribution Fund** receives revenue from taxes on motor vehicles and motor fuels for transfer to various transportation related funds.

The **Federal Fund** receives and disburses federal government grants and reimbursements. The fund is administered in accordance with grant agreements between the state and federal agencies.

The **Maximum Effort School Loan Fund** receives bond proceeds and reimbursements from school districts to help finance school district construction projects.

The **Special Workers Compensation Fund** provides reimbursement for supplemental workers compensation benefits paid.

The **Miscellaneous Special Revenue Fund** receives revenue from various dedicated sources, the expenditures of which are limited by constitution or law for specific purposes.

STATE OF MINNESOTA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

	STATE AIRPORTS	GAME AND FISH	TRUNK HIGHWAY
ASSETS			
Cash	$ 50	$ 7,988	$ (852)
Investments	7,320	-	157,316
Accounts Receivable	173	2,377	3,104
Due from Other Funds	264	357	4,016
Accrued Income	137	-	2,973
Federal Aid Receivable	-	769	44,014
Inventories	-	-	12,388
Deferred Costs	-	-	12
Loans/Notes Receivable	1,777	-	-
Advances to Other Funds	19	-	-
Total Assets	$9,740	$11,491	$222,971
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	$1,185	$ 2,597	$ 52,692
Payable to Other Funds	90	675	9,458
Payable to Other Governmental Units	-	-	15,108
Deferred Revenue	-	-	358
Advances from Other Funds	-	-	19
Total Liabilities	$1,275	$ 3,272	$ 77,635
Fund Balances:			
Reserved for Encumbrances	$4,223	$ 2,440	$ 76,286
Reserved for Inventory	-	-	12,388
Reserved for Long-Term Receivables	1,734	-	-
Reserved for Long-Term Commitments	-	-	21,920
Reserved for Debt Requirements	-	-	-
Total Reserved Fund Balances	$5,957	$ 2,440	$110,594
Unreserved Fund Balances:			
Designated for Appropriation Carryover	$1,848	$ 435	$ 27,281
Designated for Fund Purposes	660	5,344	7,461
Total Unreserved Fund Balances	$2,508	$ 5,779	$ 34,742
Total Fund Balances	$8,465	$ 8,219	$145,336
Total Liabilities and Fund Balances	$9,740	$11,491	$222,971

STATE OF MINNESOTA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

HIGHWAY USER TAX DISTRIBUTION	FEDERAL	MAXIMUM EFFORT SCHOOL LOAN	SPECIAL WORKERS COMPENSATION	MISCELLANEOUS SPECIAL REVENUE	COMBINED TOTALS
$ 9,424	$ 5,513	$ 57	$ (42)	$ 48,161	$ 70,299
-	-	1,870	3,541	38,504	208,551
3,995	10,528	-	-	2,152	22,329
16	1,113	12	2,334	9,100	17,212
-	-	685	1	524	4,320
-	95,958	-	-	400	141,141
-	-	-	-	28	12,416
-	8	-	-	-	20
-	-	29,096	-	3,169	34,042
-	-	-	-	-	19
$13,435	$113,120	$31,720	$ 5,834	$102,038	$510,349
$ 1,401	$ 85,607	-	$ 59,622	$ 9,405	$212,509
8,291	10,197	-	712	3,053	32,476
-	10,760	-	-	-	25,868
-	6,556	-	-	2	6,916
-	-	-	-	750	769
$ 9,692	$113,120	-	$ 60,334	$ 13,210	$278,538
$ 94	-	$ -	$ 49	$ 8,898	$ 91,990
-	-	-	-	28	12,416
-	-	29,710	-	3,129	34,573
-	-	-	-	4,982	26,902
-	-	-	-	325	325
$ 94	-	$29,710	$ 49	$ 17,362	$166,206
$ 246	-	$ -	$ -	$ -	$ 29,810
3,403	-	2,010	(54,549)	71,466	35,795
$ 3,649	-	$ 2,010	$(54,549)	$ 71,466	$ 65,605
$ 3,743	-	$31,720	$(54,500)	$ 88,828	$231,811
$13,435	$113,120	$31,720	$ 5,834	$102,038	$510,349

STATE OF MINNESOTA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	STATE AIRPORTS	GAME AND FISH	TRUNK HIGHWAY
Revenues:			
Taxes	$8,142	$ -	$ -
Intergovernmental Revenues	-	5,672	122,436
Investment Income	695	725	11,077
Other Revenues	313	23,984	31,080
Gross Revenues	$9,150	$30,381	$ 164,593
Less Revenue Refunds	592	36	67
Net Revenues	$8,558	$30,345	$ 164,526
Expenditures:			
Current:			
Protection of Persons/Property	$ -	$ -	$ 37,681
Transportation	2,685	-	198,407
Resource Management	-	26,666	-
Economic/Manpower Development	-	-	-
Education	-	-	13
Health and Social Services	-	-	353
General Government	36	10	552
Total Current Expenditures	$2,721	$26,676	$ 237,006
Capital Outlay	152	3,356	212,153
Grants and Subsidies	2,233	149	218
Total Expenditures	$5,106	$30,181	$ 449,377
Excess of Revenues Over (Under) Expenditures	$3,452	$ 164	$(284,851)
Other Financing Sources (Uses):			
General Obligation Bonds	-	$ -	$ 40,000
Operating Transfers-In	-	681	309,539
Operating Transfers to Debt Service	-	(49)	(12,611)
Other Operating Transfers-Out	-	-	-
Other Sources (Uses)	-	-	-
Net Other Financing Sources (Uses)	-	$ 632	$ 336,928
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	$3,452	$ 796	$ 52,077
Fund Balances, July 1, 1983, as Reported	$5,013	$ 7,423	$ 93,691
Prior Period Adjustments	-	-	-
Changes in Reporting Entity	-	-	-
Fund Balances, July 1, 1983, as Restated	$5,013	$ 7,423	$ 93,691
Net Residual Equity Transfers	-	-	43
Change in Inventory	-	-	(475)
Fund Balances, June 30, 1984	$8,465	$ 8,219	$ 145,336

STATE OF MINNESOTA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

HIGHWAY USER TAX DISTRIBUTION	FEDERAL	MAXIMUM EFFORT SCHOOL LOAN	SPECIAL WORKERS COMPENSATION	MISCELLANEOUS SPECIAL REVENUE	COMBINED TOTALS
$ 544,448	$ -	$ -	$ 40,467	$ 2,174	$ 595,231
-	1,268,532	-	-	1,154	1,397,794
-	-	214	1,099	3,714	17,524
3,451	16,117	2,162	297	48,408	125,812
$ 547,899	$1,284,649	$ 2,376	$ 41,863	$ 55,450	$2,136,361
29,365	720	-	103	2,194	33,077
$ 518,534	$1,283,929	$ 2,376	$ 41,760	$ 53,256	$2,103,284
$ 7,270	$ 7,359	$ -	$ -	$ 149	$ 52,459
1,472	797	-	-	-	203,361
-	8,874	-	-	7,610	43,150
-	72,284	-	2,121	14,389	88,794
-	39,134	10	-	13,334	52,491
-	29,051	-	-	9,039	38,443
-	1,379	-	-	2,518	4,495
$ 8,742	$ 158,878	$ 10	$ 2,121	$ 47,039	$ 483,193
133	3,850	-	-	1,925	221,569
-	1,118,831	-	48,890	14,865	1,185,186
$ 8,875	$1,281,559	$ 10	$ 51,011	$ 63,829	$1,889,948
$ 509,659	$ 2,370	$ 2,366	$ (9,251)	$(10,573)	$ 213,336
$ -	$ -	$ -	-	$ -	$ 40,000
-	-	-	-	35,395	345,615
-	(185)	(2,570)	-	(203)	(15,618)
(507,970)	(2,283)	-	-	(962)	(511,215)
-	-	(2,303)	-	-	(2,303)
$(507,970)	$ (2,468)	$ (4,873)	-	$ 34,230	$(143,521)
$ 1,689	$ (98)	$ (2,507)	$ (9,251)	$ 23,657	$ 69,815
$ 2,054	$ -	$ 27,283	$(45,249)	$ 43,277	$ 133,492
-	173	(18,990)	-	28	(18,789)
-	-	25,934	-	2,385	28,319
$ 2,054	$ 173	$ 34,227	$(45,249)	$ 45,690	$ 143,022
-	(75)	-	-	19,482	19,450
-	-	-	-	(1)	(476)
$ 3,743	-	$ 31,720	$(54,500)	$ 88,828	$ 231,811

STATE OF MINNESOTA
COMBINING SCHEDULE OF BUDGET AND ACTUAL REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS - BUDGETARY BASIS
YEAR ENDED JUNE 30,1984
(IN THOUSANDS)

	STATE AIRPORTS FUND			GAME AND FISH FUND	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL
Revenues:					
Taxes	$ 9,550	$8,205	$(1,345)	$ -	$ -
Intergovernmental Revenues	-	-	-	4,000	6,362
Investment Income	540	694	154	850	718
Other Revenues	1	312	311	24,881	23,389
Gross Revenues	$10,091	$9,211	$ (880)	$29,731	$30,469
Less Revenue Refunds	1,241	593	648	36	36
Net Revenues	$ 8,850	$8,618	$ (232)	$29,695	$30,433
Expenditures:					
Current:					
Protection of Persons/Property	$ -	$ -	$ -	$ -	$ -
Transportation	2,480	2,561	(81)	-	-
Resource Management	-	-	-	26,413	26,857
Education	-	-	-	-	-
Health and Social Services	-	-	-	-	-
General Government	-	-	-	25	10
Total Current Expenditures	$ 2,480	$2,561	$ (81)	$26,438	$26,867
Capital Outlay	616	165	451	5,108	4,104
Grants and Subsidies	6,853	5,641	1,212	1,081	213
Total Expenditures	$ 9,949	$8,367	$ 1,582	$32,627	$31,184
Excess of Revenues Over (Under) Expenditures	$(1,099)	$ 251	$ 1,350	$(2,932)	$ (751)
Other Financing Sources (Uses):					
General Obligation Bonds	-	$ -	$ -	$ -	$ -
Operating Transfers-In	-	-	-	300	271
Operating Transfers to Debt Service	-	-	-	-	-
Other Operating Transfers-Out	-	(36)	(36)	-	(49)
Net Other Financing Sources (Uses)	-	$ (36)	$ (36)	$ 300	$ 222
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	$(1,099)	$ 215	$ 1,314	$(2,632)	$ (529)
Fund Balances, July 1, 1983	3,814	3,814	-	2,436	2,436
Prior Year Adjustments	-	234	234	437	331
Total Fund Balances, June 30, 1984	$ 2,715	$4,263	$ 1,548	$ 241	$ 2,238
Less Appropriation Carryover	-	1,848	(1,848)	-	435
Undesignated Fund Balances, June 30, 1984.	$ 2,715	$2,415	$ (300)	$ 241	$ 1,803

STATE OF MINNESOTA
COMBINING SCHEDULE OF BUDGET AND ACTUAL REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS - BUDGETARY BASIS
YEAR ENDED JUNE 30,1984
(IN THOUSANDS)

GAME AND FISH FUND				HIGHWAY USER TAX DISTRIBUTION FUND			TRUNK HIGHWAY FUND		
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)		BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
$ -	$ -	$ -		$ 531,714	$ 547,720	$ 16,006	$ -	$ -	$ -
2,362	2,362	-		-	-	-	266,300	236,808	(29,492)
(132)	(132)	-		-	-	-	7,034	11,077	4,043
(1,492)	(1,492)	-		-	-	-	30,369	31,565	1,196
$ 738	$ 738	$ -		$ 531,714	$ 547,720	$ 16,006	$ 303,703	$ 279,450	$(24,253)
-	-	-		28,590	29,328	(738)	98	1,285	(1,187)
$ 738	$ 738	$ -		$ 503,124	$ 518,392	$ 15,268	$ 303,605	$ 278,165	$(25,440)
$ -	$ -	$ -		$ 8,365	$ 6,686	$ 1,679	$ 42,826	$ 38,188	$ 4,638
-	-	-		-	-	-	200,066	200,815	(749)
(444)	(444)	-		-	-	-	-	-	-
-	-	-		-	-	-	19	14	5
-	-	-		-	-	-	403	372	31
15	15	-		-	-	-	-	-	-
$ (429)	$ (429)	$ -		$ 8,365	$ 6,686	$ 1,679	$ 243,314	$ 239,389	$ 3,925
1,004	1,004	-		18	91	(73)	383,007	374,777	8,230
868	868	-		-	-	-	369	246	123
$ 1,443	$ 1,443	$ -		$ 8,383	$ 6,777	$ 1,606	$ 626,690	$ 614,412	$ 12,278
$ 2,181	$ 2,181	$ -		$ 494,741	$ 511,615	$ 16,874	$(323,085)	$(336,247)	$(13,162)
$ -	$ -	$ -		$ -	$ -	$ -	$ 35,000	$ 40,175	$ 5,175
(29)	(29)	-		-	-	-	301,163	310,258	9,095
-	-	-		-	-	-	(17,700)	(13,141)	4,559
(49)	(49)	-		(491,032)	(508,714)	(17,682)	-	(59)	(59)
$ (78)	$ (78)	$ -		$(491,032)	$(508,714)	$(17,682)	$ 318,463	$ 337,233	$ 18,770
$ 2,103	$ 2,103	$ -		$ 3,709	$ 2,901	$ (808)	$ (4,622)	$ 986	$ 5,608
-	-	-		2,635	2,635	-	15,637	30,607	14,970
(106)	(106)	-		-	-	-	-	-	-
$ 1,997	$ 1,997	$ -		$ 6,344	$ 5,536	$ (808)	$ 11,015	$ 31,593	$ 20,578
(435)	(435)	-		-	246	(246)	-	27,280	(27,280)
$ 1,562	$ 1,562	$ -		$ 6,344	$ 5,290	$ (1,054)	$ 11,015	$ 4,313	$ (6,702)

CAPITAL PROJECTS FUNDS

The **General Project Fund** receives monies appropriated from the General Fund for building or capital improvement projects.

The **Transportation Fund** receives proceeds of transportation bonds, General Fund appropriations and federal grants for the construction or reconstruction of state and locally owned bridges.

The **Building Fund** receives revenue from the sale of state bonds to provide funds for the acquisition and betterment of public lands and buildings and for grants to local governments.

STATE OF MINNESOTA
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

	GENERAL PROJECT	TRANSPORTATION	BUILDING	COMBINED TOTALS
ASSETS				
Cash	$16,546	$10,602	$ 71	$ 27,219
Investments	-	-	113,957	113,957
Accounts Receivable	-	3	14	17
Due from Other Funds	8,778	5,289	2	14,069
Accrued Income	-	-	2,603	2,603
Federal Aid Receivable	-	10,192	-	10,192
Loans/Notes Receivable	-	-	2,599	2,599
Total Assets	$25,324	$26,086	$119,246	$170,656
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 172	$ 6,811	$ 19,741	$ 26,724
Payable to Other Funds	65	1	5,972	6,038
Deferred Revenue	-	-	575	575
Total Liabilities	$ 237	$ 6,812	$ 26,288	$ 33,337
Fund Balances:				
Reserved for Long-Term Commitments	$25,087	$13,373	$ 92,958	$131,418
Unreserved Fund Balances:				
Designated for Appropriation Carryover	-	5,901	-	5,901
Total Fund Balances	$25,087	$19,274	$ 92,958	$137,319
Total Liabilities and Fund Balances	$25,324	$26,086	$119,246	$170,656

STATE OF MINNESOTA
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES,EXPENDITURES
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30,1984
(IN THOUSANDS)

	GENERAL PROJECT	TRANSPORTATION	BUILDING	COMBINED TOTALS
Revenues:				
Intergovernmental Revenues	-	$ 72,188	$ 5	$ 72,193
Investment Income	-	-	7,076	7,076
Other	-	761	107	868
Total Revenues	-	$ 72,949	$ 7,188	$ 80,137
Expenditures:				
Current:				
Protection of Persons/Property	$ -	$ -	$ 134	$ 134
Transportation	-	116	13	129
Resource Management	-	-	2,362	2,362
Education	19	-	9	28
General Government	177	-	10,638	10,815
Total Current Expenditures	$ 196	$ 116	$ 13,156	$ 13,468
Capital Outlay	11	72,154	10,263	82,428
Grants and Subsidies	18	8,524	49,848	58,390
Total Expenditures	$ 225	$ 80,794	$ 73,267	$154,286
Deficiency of Revenues Under Expenditures	$ (225)	$ (7,845)	$(66,079)	$(74,149)
Other Financing Sources (Uses):				
General Obligaton Bonds	$ -	$ 14,900	$159,100	$174,000
Operating Transfers-In	24,437	-	-	24,437
Operating Transfers to Debt Service	-	-	(7,546)	(7,546)
Other Operating Transfers-Out	-	(11,400)	-	(11,400)
Net Other Financing Sources (Uses)	$24,437	$ 3,500	$151,554	$179,491
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	$24,212	$ (4,345)	$ 85,475	$105,342
Fund Balances, July 1, 1983	900	23,619	7,603	32,122
Net Residual Equity Transfers	(25)	-	(120)	(145)
Fund Balances, June 30, 1984	$25,087	$ 19,274	$ 92,958	$137,319

ENTERPRISE FUNDS

The Housing Finance Agency Loan Funds provide money for loans and technical assistance for construction and rehabilitation of housing for families of low and moderate incomes.

The Higher Education Facilities Authority Bond Fund assists nonprofit, nonsectarian post secondary educational institutions in financing construction of education facilities.

The Higher Education Coordinating Board Student Loan Funds make loans to qualified post secondary students.

The State University Board Revenue Bond Fund constructs, maintains and operates college buildings for residence hall, student union or food service purposes.

The College and University Enterprise Activities Fund includes the various auxiliary enterprise and student loan programs operated by the state universities and community colleges.

The Minnesota Correctional Industries Fund facilitates prisoner rehabilitation by providing facilities and assistance for manufacturing and marketing goods to the general public.

The Enterprise Activities Fund includes various minor activities providing services to the general public or local governmental units.

STATE OF MINNESOTA
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

	HOUSING FINANCE AGENCY LOAN FUNDS		HIGHER EDUCATION FACILITIES AUTHORITY
	HOUSING DEVELOPMENT	PROGRAMS	BOND
ASSETS			
Current Assets:			
Cash	$ 274	$ 1,481	$ 22
Investments	145,195	224,305	530
Accounts Receivable (Net)	-	915	-
Due from Other Funds	-	-	-
Accrued Income	2,523	18,185	-
Inventories	-	-	-
Deferred Costs	-	27,867	-
Loans/Notes Receivable	-	-	-
Other Current Assets	-	-	23
Total Current Assets	$147,992	$ 272,753	$ 575
Restricted Assets:			
Reserve for Debt Service	-	$ 121,414	$35,528
Other	-	89,560	-
Total Restricted Assets	-	$ 210,974	$35,528
Noncurrent Assets:			
Loans/Notes/Financing Leases Receivable	$ 18,211	$1,050,615	$60,364
Fixed Assets/Real Property(Net)	402	-	5
Total Noncurrent Assets	$ 18,613	$1,050,615	$60,369
Total Assets	$166,605	$1,534,342	$96,472
LIABILITIES AND FUND EQUITY			
Liabilities:			
Current Liabilities:			
Accounts Payable	$ 1,081	$ 1,300	$ 8
Loans/Notes/Installment Purchases Payable	-	9,590	-
Payable to Other Funds	39	-	-
Revenue Bonds Payable	-	-	-
Deferred Revenue	9,453	708	171
Escrow Funds Held in Trust	77,495	-	-
Other	-	-	-
Total Current Liabilities	$ 88,068	$ 11,598	$ 179
Payable from Restricted Assets:			
Accounts Payable	-	$ -	$ 3
Revenue Bonds Payable	-	39,200	2,335
Revenue Bonds Interest Payable	-	46,372	1,747
General Obligation Bonds Payable	-	-	-
General Obligation Bonds Interest Payable	-	-	-
Other	-	-	505
Total Payable from Restricted Assets	-	$ 85,572	$ 4,590
Noncurrent Liabilities:			
General Obligation Bonds Payable	$ -	$ -	$ -
Installment Purchases Payable	-	-	-
Revenue Bonds Payable	-	1,283,875	90,112
Compensated Absences Payable	6	-	-
Advances from Other Funds	-	-	-
Total Noncurrent Liabilities	$ 6	$1,283,875	$90,112
Total Liabilities	$ 88,074	$1,381,045	$94,881
Fund Equity:			
Contributed Capital	-	-	-
Reserved Retained Earnings:			
Reserved for Debt Requirements	$ -	$ 16,639	$ 1,190
Reserved per State Law	58,571	53,853	-
Total Reserved Retained Earnings	$ 58,571	$ 70,492	$ 1,190
Unreserved Retained Earnings	$ 19,960	$ 82,805	$ 401
Total Retained Earnings	$ 78,531	$ 153,297	$ 1,591
Total Fund Equity	$ 78,531	$ 153,297	$ 1,591
Total Liabilities and Fund Equity	$166,605	$1,534,342	$96,472

STATE OF MINNESOTA
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

HIGHER EDUCATION COORDINATING BOARD STUDENT LOAN FUNDS		STATE UNIVERSITY BOARD REVENUE BOND	COLLEGE AND UNIVERSITY ENTERPRISE ACTIVITIES	MINNESOTA CORRECTIONAL INDUSTRIES	ENTERPRISE ACTIVITIES	COMBINED TOTALS
GUARANTEED STUDENT LOAN	MEDICAL AND OSTEOPATHY STUDENT LOAN					
$ 669	$ 6	$ 337	$ 2,263	$ 123	$ 944	$ 6,119
152,972	5	12,066	3,839	1,277	55	540,244
-	-	289	253	1,201	665	3,323
-	-	15	40	107	34	196
10,635	175	668	189	49	6	32,430
-	-	-	1,431	3,902	110	5,443
894	9	-	252	3	2	29,027
28,000	-	-	4,739	158	-	32,897
-	-	-	-	-	-	23
$193,170	$ 195	$13,375	$13,006	$6,820	$ 1,816	$ 649,702
$ 87,514	$ 254	$ 4,298	-	-	$ -	$ 249,008
-	-	8,492	-	-	227	98,279
$ 87,514	$ 254	$12,790	-	-	$ 227	$ 347,287
$213,723	$2,829	$ -	$22,913	$ -	$ -	$1,368,655
29	-	47,571	185	2,358	5,765	56,315
$213,752	$2,829	$47,571	$23,098	$2,358	$ 5,765	$1,424,970
$494,436	$3,278	$73,736	$36,104	$9,178	$ 7,808	$2,421,959
$ 631	-	$ -	$ 244	$ 404	$ 2,711	$ 6,379
-	-	-	-	-	8,413	18,003
40	-	-	56	35	133	303
61,186	-	-	-	-	-	61,186
-	-	883	3	9	96	11,323
-	-	-	-	-	-	77,495
-	-	-	16	-	-	16
$ 61,857	-	$ 883	$ 319	$ 448	$11,353	$ 174,705
$ -	$ -	$ 2,048	-	-	-	$ 2,051
47,314	-	1,025	-	-	-	89,874
7,400	44	337	-	-	-	55,900
-	-	540	-	-	-	540
-	-	263	-	-	-	263
-	-	18	-	-	-	523
$ 54,714	$ 44	$ 4,231	-	-	-	$ 149,151
$ -	$ -	$14,155	$ -	$ -	$ -	$ 14,155
-	-	-	-	33	-	33
291,652	2,902	29,878	-	-	-	1,698,419
-	-	-	67	48	9	130
-	-	-	13	-	181	194
$291,652	$2,902	$44,033	$ 80	$ 81	$ 190	$1,712,931
$408,223	$2,946	$49,147	$ 399	$ 529	$11,543	$2,036,787
-	-	$ 6,848	$29,280	$8,150	$ 1,155	$ 45,433
-	-	$ 8,559	-	-	$ 228	$ 26,616
-	-	-	-	-	-	112,424
-	-	$ 8,559	-	-	$ 228	$ 139,040
$ 86,213	$ 332	$ 9,182	$ 6,425	$ 499	$(5,118)	$ 200,699
$ 86,213	$ 332	$17,741	$ 6,425	$ 499	$(4,890)	$ 339,739
$ 86,213	$ 332	$24,589	$35,705	$8,649	$(3,735)	$ 385,172
$494,436	$3,278	$73,736	$36,104	$9,178	$ 7,808	$2,421,959

STATE OF MINNESOTA
ENTERPRISE FUNDS
COMBINING STATEMENT REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
YEAR ENDED JUNE 30, 1984
IN THOUSANDS)

	HOUSING FINANCE AGENCY LOAN FUNDS		HIGHER EDUCATION FACILITIES AUTHORITY
	HOUSING DEVELOPMENT	PROGRAMS	BOND
Operating Revenues:			
Net Sales	$ -	$ -	$ -
Investment/Interest Income	7,400	124,960	3,071
Rental and Service Fees	1,261	2,390	4,858
Total Operating Revenues	$ 8,661	$127,350	$7,929
Less Cost of Goods Sold	-	-	-
Gross Margin	$ 8,661	$127,350	$7,929
Operating Expenses:			
Interest and Financing Costs	$ -	$104,467	$7,606
Purchased Services	2,242	3,052	25
Salaries and Fringe Benefits	2,971	-	101
Depreciation and Amortization	43	-	1
Supplies and Materials	46	-	-
Indirect Costs	103	-	-
Other	158	364	18
Total Operating Expenses	$ 5,563	$107,883	$7,751
Operating Income	$ 3,098	$ 19,467	$ 178
Nonoperating Revenues (Expenses):			
Federal Grants and Subsidies	$ 53,462	-	-
Other Nonoperating Revenues	-	-	-
Grants, Aids and Subsidies	(59,791)	-	-
Other Nonoperating Expenses	-	-	-
Total Nonoperating Revenues (Expenses)	$ (6,329)	-	-
Operating Transfers (net)	$ 22,402	$ 1,048	-
Net Income	$ 19,171	$ 20,515	$ 178
Cumulative Effect of Change in Acctg Method	-	-	-
Net Income After Cumulative Effect	$ 19,171	$ 20,515	$ 178
Depreciation on Fixed Assets Acquired with Contributed Capital	-	-	-
Increase (Decrease) in Retained Earnings	$ 19,171	$ 20,515	$ 178
Retained Earnings, July 1, 1983, as Reported	$ 59,360	$132,782	$1,413
Prior Period Adjustment	-	-	-
Changes in Reporting Entity	-	-	-
Retained Earnings, July 1, 1983, as Restated	$ 59,360	$132,782	$1,413
Retained Earnings, June 30, 1984	$ 78,531	$153,297	$1,591

STATE OF MINNESOTA
ENTERPRISE FUNDS
COMBINING STATEMENT REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

HIGHER EDUCATION COORDINATING STUDENT LOAN FUNDS		STATE UNIVERSITY BOARD REVENUE BOND	COLLEGE AND UNIVERSITY ENTERPRISE ACTIVITIES	MINNESOTA CORRECTIONAL INDUSTRIES	ENTERPRISE ACTIVITIES	COMBINED TOTALS
GUARANTEED STUDENT LOAN	MEDICAL AND OSTEOPATHY STUDENT LOAN					
$ -	$ -	$ -	$ 9,099	$5,427	$ 1,845	$ 16,371
41,200	435	3,216	876	174	-	181,332
-	-	23,064	1,372	-	3,582	36,527
$41,200	$435	$26,280	$11,347	$5,601	$ 5,427	$234,230
-	-	-	6,831	5,123	357	12,311
$41,200	$435	$26,280	$ 4,516	$ 478	$ 5,070	$221,919
$29,822	$204	$ 2,217	$ 1	$ 12	$ -	$144,329
4,682	-	12,944	423	57	866	24,291
626	-	6,910	1,462	901	3,576	16,547
822	-	2,830	18	224	388	4,326
7	-	1,023	1,145	38	144	2,403
31	-	-	188	29	97	448
-	140	-	194	123	79	1,076
$35,990	$344	$25,924	$ 3,431	$1,384	$ 5,150	$193,420
$ 5,210	$ 91	$ 356	$ 1,085	$ (906)	$ (80)	$ 28,499
$ 9,061	-	$ 118	$ -	$ -	$ -	$ 62,641
-	-	-	17	33	54	104
-	-	89	-	-	-	(59,702)
-	-	(284)	(1,002)	(7)	(673)	(1,966)
$ 9,061	-	$ (77)	$ (985)	$ 26	$ (619)	$ 1,077
-	$115	-	$ (420)	-	-	$ 23,145
$14,271	$206	$ 279	$ (320)	$ (880)	$ (699)	$ 52,721
-	-	-	(67)	-	-	(67)
$14,271	$206	$ 279	$ (387)	$ (880)	$ (699)	$ 52,654
-	-	352	-	-	2	354
$14,271	$206	$ 631	$ (387)	$ (880)	$ (697)	$ 53,008
$71,942	$126	$17,110	$ -	$1,590	$(4,190)	$280,133
-	-	-	(18)	(211)	(3)	(232)
-	-	-	6,830	-	-	6,830
$71,942	$126	$17,110	$ 6,812	$1,379	$(4,193)	$286,731
$86,213	$332	$17,741	$ 6,425	$ 499	$(4,890)	$339,739

STATE OF MINNESOTA
ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	HOUSING FINANCE AGENCY LOAN FUNDS		HIGHER EDUCATION FACILITIES AUTHORITY
	HOUSING DEVELOPMENT	PROGRAMS	BOND
Cash Provided:			
From Operations:			
Net Income	$ 19,171	$ 20,515	$ 178
Items Added to (Deducted from) Net Income:			
Decrease (Increase) in Current Assets:			
Accounts Receivable	$ -	$ -	$ -
Accrued Interest Receivable	111	(966)	-
Due From Other Funds	-	-	-
Inventories	-	-	-
Other Current Assets	-	4,428	-
Increase (Decrease) in Current Liabilities:			
Accounts Payable	(28)	154	(143)
Interest Payable	-	6,619	245
Payable to Other Funds	1	-	-
Other Current Liabilities	-	-	-
Deferred Revenue	(7,730)	(603)	171
Depreciation and Amortization	43	-	1
Change in Other Assets/Liabilities	(126)	127	-
Total Items to be Added (Deducted)	$ (7,729)	$ 9,759	$ 274
Total Cash Provided From Operations	$ 11,442	$ 30,274	$ 452
Other Cash Provided:			
Proceeds From Sale of Bonds/Notes	$ -	$167,440	$20,424
Reduction of Loans/Financing Leases Receivable	721	46,648	2,181
Capital Contributions	-	-	-
Other Cash Provided	14,771	-	43
Total Other Cash Provided	$ 15,492	$214,088	$22,648
Total Cash Provided	$ 26,934	$244,362	$23,100
Cash Applied:			
Loans Issued	$ 4,330	$140,327	$ -
Investments in Fixed Assets/Financing Leases	-	-	8,005
Deferred Costs	-	4,534	-
Reduction of Indebtedness	-	37,675	9,535
Other Cash Applied	-	-	12
Total Cash Applied	$ 4,330	$182,536	$17,552
Net Increase (Decrease) in Cash and Investments	$ 22,604	$ 61,826	$ 5,548
Cash and Investments, July 1, 1983	122,865	374,934	30,532
Cash and Investments, June 30, 1984	$145,469	$436,760	$36,080

STATE OF MINNESOTA
ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

HIGHER EDUCATION COORDINATING BOARD STUDENT LOAN FUNDS						
GUARANTEED STUDENT LOAN	MEDICAL AND OSTEOPATHY STUDENT LOAN	STATE UNIVERSITY BOARD REVENUE BOND	COLLEGE AND UNIVERSITY ENTERPRISE ACTIVITIES	MINNESOTA CORRECTIONAL INDUSTRIES	ENTERPRISE ACTIVITIES	COMBINED TOTALS
$ 14,271	$ 206	$ 279	$ (387)	$ (880)	$ (699)	$ 52,654
$ -	$ -	$ 189	$ 29	$ (354)	$ 304	$ 168
(900)	(159)	(79)	(10)	(25)	(4)	(2,032)
-	-	-	-	(47)	77	30
-	-	-	(86)	(946)	(8)	(1,040)
236	1	12	68	328	1	5,074
(309)	-	(559)	(28)	(38)	(150)	(1,101)
986	(7)	(21)	-	-	600	8,422
(43)	-	(1)	38	32	32	59
-	-	8	(34)	64	(268)	(230)
-	-	109	3	2	10	(8,038)
822	-	2,830	18	224	388	4,326
-	137	309	579	(31)	(25)	970
$ 792	$ (28)	$ 2,797	$ 577	$ (791)	$ 957	$ 6,608
$ 15,063	$ 178	$ 3,076	$ 190	$(1,671)	$ 258	$ 59,262
$148,347	$ 85	$ -	$ -	$ -	$ -	$336,296
54,858	245	-	5,232	-	-	109,885
-	-	-	402	1,612	-	2,014
-	-	2	81	27	62	14,986
$203,205	$ 330	$ 2	$5,715	$ 1,639	$ 62	$463,181
$218,268	$ 508	$ 3,078	$5,905	$ (32)	$ 320	$522,443
$ 53,855	$ 110	$ -	$4,496	$ -	$ -	$203,118
23	-	1,122	67	525	42	9,784
-	-	-	-	-	-	4,534
66,000	600	1,500	-	-	-	115,310
-	-	-	299	2	23	336
$119,878	$ 710	$ 2,622	$4,862	$ 527	$ 65	$333,082
$ 98,390	$(202)	$ 456	$1,043	$ (559)	$ 255	$189,361
142,765	467	24,737	5,059	1,959	971	704,289
$241,155	$ 265	$25,193	$6,102	$ 1,400	$1,226	$893,650

INTERNAL SERVICE FUNDS

The **Computer Services Fund** accounts for the operation of statewide computer systems.

The **Central Stores Fund** accounts for the operation of centralized supplies purchasing, storage and distribution.

The **State Printer Fund** accounts for the operation of print shops.

The **Central Motor Pool Fund** accounts for the operation of a fleet of passenger cars and the state vehicle maintenance garage.

The **Telecommunications Fund** accounts for the operation of a centralized telephone system in the capitol complex area.

The **Central Services Fund** accounts for miscellaneous centralized support services provided to state agencies.

STATE OF MINNESOTA
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

	COMPUTER SERVICES	CENTRAL STORES
ASSETS		
Current Assets:		
Cash	$ 1,425	$143
Accounts Receivable	738	12
Due From Other Funds	2,035	125
Inventories	-	446
Deferred Costs	-	-
Total Current Assets	$ 4,198	$726
Noncurrent Assets:		
Loans/Notes/Financing Leases Receivable	$ 281	$ -
Fixed Assets/Real Property (Net)	7,909	79
Total Noncurrent Assets	$ 8,190	$ 79
Total Assets	$12,388	$805
LIABILITIES AND FUND BALANCES		
Liabilities:		
Current Liabilities:		
Accounts Payable	$ 3,593	$119
Payable to Other Funds	51	9
Advances from Other Funds	498	1
Compensated Absences Payable	472	19
Deferred Revenue	-	-
Total Current Liabilities	$ 4,614	$148
Noncurrent Liabilities:		
Loans/Notes/Installment Purchases Payable	$ 3,682	$ -
Advances from Other Funds	354	-
Capital Leases	477	-
Compensated Absences Payable	157	20
Total Noncurrent Liabilities	$ 4,670	$ 20
Total Liabilities	$ 9,284	$168
Fund Equity:		
Contributed Capital	$ 2,156	$691
Unreserved Retained Earnings	948	(54)
Total Fund Equity	$ 3,104	$637
Total Liabilities and Fund Equity	$12,388	$805

STATE OF MINNESOTA
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

STATE PRINTER	CENTRAL MOTOR POOL	TELECOM-MUNICATIONS	CENTRAL SERVICES	COMBINED TOTALS
$ 279	$ 119	$ 104	$ 380	$ 2,450
62	32	390	65	1,299
243	227	659	412	3,701
143	32	-	28	649
-	20	-	5	25
$ 727	$ 430	$ 1,153	$ 890	$ 8,124
$ -	$ -	$ 328	$ -	$ 609
703	2,465	203	444	11,803
$ 703	$ 2,465	$ 531	$ 444	$12,412
$1,430	$ 2,895	$ 1,684	$1,334	$20,536
$ 179	$ 105	$ 256	$ 225	$ 4,477
15	28	94	115	312
86	1,330	215	39	2,169
57	27	3	83	661
-	-	32	-	32
$ 337	$ 1,490	$ 600	$ 462	$ 7,651
$ 83	$ -	$ -	$ 313	$ 4,078
257	1,160	10	40	2,321
-	-		-	477
18	3	-	4	202
$ 358	$ 1,163	$ 510	$ 357	$ 7,078
$ 695	$ 2,653	$ 1,110	$ 819	$14,729
$ 640	$ 252	$ 342	$ 514	$ 4,595
95	(10)	232	1	1,212
$ 735	$ 242	$ 574	$ 515	$ 5,807
$1,430	$ 2,895	$ 1,684	$1,334	$20,536

STATE OF MINNESOTA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	COMPUTER SERVICES	CENTRAL STORES
Operating Revenues:		
Net Sales	$ -	$2,658
Rental and Service Fees	17,025	-
Total Operating Revenues	$17,025	$2,658
Less Cost of Goods Sold	-	1,993
Gross Margin	$17,025	$ 665
Operating Expenses:		
Interest and Financing Costs	$ 681	$ -
Purchased Services	5,780	200
Salaries and Fringe Benefits	7,412	294
Depreciation and Amortization	2,344	9
Supplies and Materials	510	8
Indirect Costs	368	134
Other	21	-
Total Operating Expenses	$17,116	$ 645
Operating Income (Loss)	$ (91)	$ 20
Nonoperating Revenues (Expenses):		
Other Nonoperating Revenues	$ -	$ 39
Gain on Sale of Fixed Assets	(7)	-
Other Nonoperating Expenses	-	-
Total Nonoperating Revenues (Expenses)	$ (7)	$ 39
Net Income	$ (98)	$ 59
Retained Earnings, July 1, 1983, as Reported	$ 1,005	$ (113)
Prior Period Adjustments	41	-
Retained Earnings, July 1, 1983, as Restated	$ 1,046	$ (113)
Retained Earnings, June 30, 1984	$ 948	$ (54)

STATE OF MINNESOTA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

STATE PRINTER	CENTRAL MOTOR POOL	TELECOM-MUNICATIONS	CENTRAL SERVICES	COMBINED TOTALS
$3,064	$ -	$3,324	$1,531	$10,577
21	2,386	65	824	20,321
$3,085	$2,386	$3,389	$2,355	$30,898
2,294	-	-	83	4,370
$ 791	$2,386	$3,389	$2,272	$26,528
$ -	$ -	$ -	$ 15	$ 696
51	245	3,108	244	9,628
270	405	69	1,464	9,914
31	920	64	124	3,492
6	938	10	93	1,565
175	184	93	143	1,097
-	-	-	56	77
$ 533	$2,692	$3,344	$2,139	$26,469
$ 258	$ (306)	$ 45	$ 133	$ 59
$ 7	$ -	-	$ -	$ 46
(15)	71	-	34	83
(9)	-	-	-	(9)
$ (17)	$ 71	-	$ 34	$ 120
$ 241	$ (235)	$ 45	$ 167	$ 179
$ (127)	$ 231	$ 187	$ (166)	$ 1,017
(19)	(6)	-	-	16
$ (146)	$ 225	$ 187	$ (166)	$ 1,033
$ 95	$ (10)	$ 232	$ 1	$ 1,212

STATE OF MINNESOTA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	COMPUTER SERVICES	CENTRAL STORES
Cash Provided:		
From Operations:		
Net Income (Loss)	$ (98)	$ 59
Items Added to (Deducted from) Net Income:		
Decrease (Increase) in Current Assets:		
Accounts Receivable	$ (56)	$ (4)
Due from Other Funds	(92)	(29)
Inventories	-	(105)
Other Current Assets	-	(1)
Increase (Decrease) in Current Liabilities:		
Accounts Payable	708	4
Accrued Compensated Absences	(37)	(8)
Payable to Other Funds	(20)	3
Deferred Revenue	-	-
Depreciation and Amortization	2,343	9
Cumulative Effect of Compensated Absences	157	20
Losses (Gains) on Fixed Asset Sales	7	-
Total Items Added (Deducted)	$3,010	$(111)
Total Cash Provided From Operations	$2,912	$ (52)
Other Cash Provided:		
Reductions of Loans/Financing Leases Receivable	$ 873	$ -
Increase in Leases/Installment Purchases Payable	398	-
Advances from Other Funds	177	-
Proceeds from Sales of Fixed Assets/Real Property	1	-
Other Sources	-	-
Total Other Cash Provided	$1,449	$ -
Total Cash Provided	$4,361	$ (52)
Cash Applied:		
Investments in Fixed Assets	$2,920	$ 2
Reduction of Indebtedness	321	1
Other Cash Applied	750	-
Total Cash Applied	$3,991	$ 3
Net Increase (Decrease) in Cash and Investments	$ 370	$ (55)
Cash and Investments, July 1, 1983	1,055	$ 198
Cash and Investments, June 30, 1984	$1,425	$ 143

STATE OF MINNESOTA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

STATE PRINTER	CENTRAL MOTOR POOL	TELECOM-MUNICATIONS	CENTRAL SERVICES	COMBINED TOTALS
$241	$ (235)	$ 45	$ 167	$ 179
$(39)	$ (1)	$(197)	$ (21)	$ (318)
(35)	65	(213)	(211)	(515)
(10)	(1)	-	13	(103)
-	(4)	-	5	-
28	(16)	4	90	818
16	8	-	8	(13)
8	24	90	20	125
-	-	32	-	32
57	920	64	124	3,517
18	3	-	-	198
-	(71)	-	(34)	(98)
$ 43	$ 927	$(220)	$ (6)	$3,643
$284	$ 692	$(175)	$ 161	$3,822
$ -	$ -	$ 77	$ -	$ 950
83	-	-	217	698
-	950	35	5	1,167
-	226	-	129	356
-	-	-	4	4
$ 83	$1,176	$ 112	$ 355	$3,175
$367	$1,868	$ (63)	$ 516	$6,997
$166	$ 705	$ 2	$ 360	$4,155
86	1,211	62	21	1,702
1	6	-	-	757
$253	$1,922	$ 64	$ 381	$6,614
$114	$ (54)	$(127)	$ 135	$ 383
165	173	231	245	2,067
$279	$ 119	$ 104	$ 380	$2,450

FIDUCIARY FUNDS

PENSION TRUST FUNDS

Defined Benefit Funds

The **Teachers Retirement Fund** includes resources accumulated to pay present and future retirement annuities for members of both the basic and coordinated teachers retirement plans.

The **State Employees Retirement Fund** includes resources accumulated to pay present and future retirement annuities to state and University of Minnesota employees not covered by other pension funds.

The **State Patrol Retirement Fund** includes resources accumulated to pay present and future retirement annuities to eligible state patrol officers, conservation officers and crime bureau personnel.

The **Judicial Retirement Fund** includes resources accumulated to pay present retirement annuities to eligible district, municipal, county and probate court judges, supreme court justices and various court referees.

The **Public Employees Retirement Fund** includes resources accumulated to pay present and future retirement annuities to eligible employees of various local units of government.

The **Police and Fire Fund** includes resources accumulated to pay present and future retirement annuities to eligible police officers and fire fighters.

Defined Contribution Funds

The **Unclassified Employees Retirement Fund** includes the aggregate of unclassified employee share accounts which are either refunded or used to purchase a retirement annuity upon termination of service.

The **Deferred Compensation Fund** includes the aggregate of voluntary employee payroll deductions which defer income and may be repaid in accordance with income tax code restrictions.

The **College Supplemental Retirement Fund** includes the aggregate of share accounts derived from voluntary contributions received from eligible state university and community college employees, with matching state contributions.

Investment Trust Funds

The **Minnesota Supplemental Investment Fund** provides an investment vehicle for the various Defined Contribution Funds.

The **Post-Retirement Investment Fund** serves as the primary investment vehicle for the Defined Benefit Funds and as such invests reserves to provide investment income for the payment of retirement benefits.

The **Variable Annuity Fund** is restricted to participation by members of the Teachers Retirement Association. Investments are limited to corporate stocks with no more than six percent of the book value to be invested in a single corporation.

NONEXPENDABLE TRUST FUNDS

The **Permanent School Fund** is a constitutionally established trust fund which receives revenue from investments and the sale of state land and timber. The investment earnings are transferred to the Endowment School Fund for distribution to school districts.

EXPENDABLE TRUST FUNDS

The **Municipal State-Aid Street Fund** receives eight percent of the revenue received by the Highway User Tax Distribution fund primarily for distribution to municipalities for improvement of streets.

The **County State-Aid Highway Fund** receives forty-one percent of the revenue received by the Highway User Tax Distribution Fund primarily for distribution to counties for improvement of county roads.

The **Endowment School Fund** receives revenue from the investments of the Permanent School Fund and distributes it to school districts.

The **Endowment Fund** receives gifts, donations and endowments which may be expended only for those purposes specified by the donors.

The **Northeast Minnesota Economic Protection Fund** receives distributions from taconite production taxes to be held in trust or expended only in economic emergency for the purposes of rehabilitation and diversification of industry in the area largely dependent on the taconite mining industry.

The **Rural Rehabilitation Trust Fund** is a trust fund established from the proceeds of a federal grant for making loans to rural enterprises from the trust corpus.

The **Unemployment Compensation Fund** receives unemployment taxes collected from employers and pays eligible individuals in the form of unemployment benefits.

AGENCY FUNDS

The **Disbursement Clearing Fund** is a clearing fund used to account for state warrants issued and redeemed.

The **Taxes Clearing Fund** is used to distribute tax receipts as specified by statute.

The **Social Welfare Fund** is the total of all patient and inmate accounts for persons in state institutions.

The **Student Activity Fund** was the combined total of the local accounts for athletics, financial aids and other activities maintained at each of the state university campuses and has been reclassified.

The **All College Fund** was the combined total of the local accounts for student organizations, financial aids and other activities at each of the state's community college campuses and has been reclassified.

The **Miscellaneous Agency Fund** includes the amounts held in trust by the state for various other governmental units, individuals or funds.

STATE OF MINNESOTA
FIDUCIARY FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

		NONEXPENDABLE TRUST FUND			
ASSETS	PENSION TRUST	PERMANENT SCHOOL	EXPENDABLE TRUST	AGENCY	COMBINED TOTALS
Cash	$ 1,057	$ 10	$ 14,972	$107,268	$ 123,307
Investments	5,183,170	329,284	280,544	4,159	5,797,157
Accounts Receivable	24,620	2,057	22,824	618	50,119
Due from Other Funds	39,021	26	19,353	5,223	63,623
Accrued Income	38,583	4,219	6,849	51	49,702
Federal Aid Receivable	-	-	339	-	339
Equity in Investment Funds	2,169,542	-	-	-	2,169,542
Notes Receivable	-	-	928	-	928
Loans Receivable	-	-	5,069	-	5,069
Prepaid Expenses	-	-	-	67	67
Fixed Assets/Real Property (Net)	655	15,452	-	-	16,107
Unamortized Bond Losses	-	10,254	-	-	10,254
Other	28	-	-	-	28
Total Assets	$7,456,676	$361,302	$ 350,878	$117,386	$8,286,242
LIABILITIES AND FUND BALANCES					
Liabilities:					
Warrants Payable	$ -	$ -	$ -	$ 94,318	$ 94,318
Accounts Payable	56,862	977	31,919	175	89,933
Payable to Other Funds	18,333	14,301	491	281	33,406
Payable to Other Governmental Units	-	-	-	11,784	11,784
Compensated Absences Payable	416	-	38	-	454
Capital Leases	12	-	-	-	12
Deferred Revenue	122	-	873	-	995
Loans Payable	-	-	296,094	-	296,094
Funds Held in Trust	2,327,834	-	-	10,828	2,338,662
Total Liabilities	$2,403,579	$ 15,278	$ 329,415	$117,386	$2,865,658
Fund Balances:					
Reserved Fund Balances:					
Reserved for Encumbrances	$ -	$ -	$ 2,214	-	$ 2,214
Reserved for Long-Term Receivables	-	-	19,036	-	19,036
Reserved for Local Governments	-	-	226,317	-	226,317
Reserved for Endowment Principal	-	346,024	-	-	346,024
Reserved for Employee Benefits	5,053,097	-	3,837	-	5,056,934
Total Reserved Fund Balances	$5,053,097	$346,024	$ 251,404	-	$5,650,525
Unreserved Fund Balances:					
Designated for Fund Purposes	-	-	$(233,941)	-	$ (233,941)
Designated Other	-	-	4,000	-	4,000
Total Unreserved Fund Balances	-	-	$(229,941)	-	$ (229,941)
Total Fund Balances	$5,053,097	$346,024	$ 21,463	-	$5,420,584
Total Liabilities and Fund Balances	$7,456,676	$361,302	$ 350,878	$117,386	$8,286,242

STATE OF MINNESOTA
PENSION TRUST FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

	DEFINED BENEFIT	DEFINED CONTRIBUTION	INVESTMENT TRUST	COMBINED TOTALS
ASSETS				
Cash	$ 1,024	$ 31	$ 2	$ 1,057
Investments	3,041,214	391	2,141,565	5,183,170
Accounts Receivable	12,823	169	11,628	24,620
Accrued Investment Income	965	-	37,618	38,583
Due from Other Funds	22,055	645	16,321	39,021
Equity in Investment Funds	2,023,346	146,196	-	2,169,542
Fixed Assets/Real Property (Net)	655	-	-	655
Other Assets	28	-	-	28
Total Assets	$5,102,110	$147,432	$2,207,134	$7,456,676
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 31,475	$ 229	$ 25,158	$ 56,862
Payable to Other Funds	17,110	-	1,223	18,333
Compensated Absences Payable	416	-	-	416
Capital Leases	12	-	-	12
Deferred Revenue	-	-	122	122
Funds Held in Trust	-	147,203	2,180,631	2,327,834
Total Liabilities	$ 49,013	$147,432	$2,207,134	$2,403,579
Fund Balances:				
Reserved for Pension Benefits	$5,053,097	-	-	$5,053,097
Total Fund Balances	$5,053,097	-	-	$5,053,097
Total Liabilities and Fund Balances	$5,102,110	$147,432	$2,207,134	$7,456,676

STATE OF MINNESOTA
PENSION TRUST FUNDS
COMBINING STATEMENT OF REVENUES,
EXPENSES AND CHANGES IN FUND BALANCES/FUNDS HELD IN TRUST
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	DEFINED BENEFIT	DEFINED CONTRIBUTION	INVESTMENT TRUST	COMBINED TOTALS
Operating Revenues:				
Contributions	$ 411,186	$ -	$ -	$ 411,186
Investment Income	224,869	5,171	184,932	414,972
Distributed Investment Fund Income	204,264	-	-	204,264
Realized/Unrealized Gain (Loss) on Investment Fund Equity	-	(7,021)	-	(7,021)
Net Realized Gains (Losses)	-	-	53,115	53,115
Decrease in Unrealized Appeciation	-	-	(317,665)	(317,665)
Other Income	4,602	929	-	5,531
Total Operating Revenues	$ 844,921	$ (921)	$ (79,618)	$ 764,382
Operating Expenses:				
Annuity Payments	$ 190,795	$ -	$ -	$ 190,795
Refunded Contributions	59,943	-	-	59,943
Salaries and Fringe Benefits	4,148	207	-	4,355
Purchased Services	1,899	120	-	2,019
Investment Management Fees	3,733	-	921	4,654
Depreciation and Amortization	169	-	-	169
Supplies and Materials	84	1	-	85
Other Expenses	68	-	-	68
Total Operating Expenses	$ 260,839	$ 328	$ 921	$ 262,088
Operating Income	$ 584,082	$ (1,249)	$ (80,539)	$ 502,294
Nonoperating Revenues (Expenses):				
Shares Purchased/Participant Contributions	-	$ 15,878	$ 289,931	$ 305,809
Shares Withdrawn/Participant Withdrawals	-	(6,836)	(141,879)	(148,715)
Net Nonoperating Revenues	-	$ 9,042	$ 148,052	$ 157,094
Operating Transfers:				
Transfers-In	$ 3,866	$ -	-	$ 3,866
Transfers-Out	(58)	(306)	-	(364)
Operating Transfers (Net)	$ 3,808	$ (306)	-	$ 3,502
Net Income	$ 587,890	$ 7,487	$ 67,513	$ 662,890
Cumulative Effect of Change in Accounting Method	(65,278)	-	-	(65,278)
Net Income After Cumulative Effect	$ 522,612	$ 7,487	$ 67,513	$ 597,612
Unrealized Loss on Equity Securities	(168,899)	-	-	(168,899)
Increase (Decrease) in Fund Equity	$ 353,713	$ 7,487	$ 67,513	$ 428,713
Fund Balances/Funds Held in Trust, July 1, 1983, as Reported	$4,701,420	$139,786	$2,113,118	$6,954,324
Prior Period Adjustments	(2,036)	(70)	-	(2,106)
Fund Balances/Funds Held in Trust, July 1, 1983, as Restated	$4,699,384	$139,716	$2,113,118	$6,952,218
Fund Balances/Funds Held in Trust, June 30, 1984	$5,053,097	$147,203	$2,180,631	$7,380,931

STATE OF MINNESOTA
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	DEFINED BENEFIT	DEFINED CONTRIBUTION	INVESTMENT TRUST	COMBINED TOTALS
Cash Provided:				
From Operations:				
Net Income	$ 522,612	$ 7,487	$ 67,513	$ 597,612
Items Added to (Deducted From) Net Income:				
Decrease (Increase) in Current Assets:				
Accounts Receivable	$ 2,949	$ (63)	$ -	$ 2,886
Accrued Investment Income	29,424	-	(4,197)	25,227
Security Sales Receivable	9,652	-	6,987	16,639
Due From Other Funds	(5,978)	(464)	(13,708)	(20,150)
Other Current Assets	(5)	-	-	(5)
Increase (Decrease) in Current Liabilities:				
Accounts Payable	31,109	207	62	31,378
Security Purchases Payable	(11,810)	-	15,224	3,414
Accrued Compensated Absences	(15)	-	-	(15)
Payable to Other Funds	10,993	(6)	428	11,415
Deferred Revenue	-	-	(15)	(15)
Depreciation on Fixed Assets	169	-	-	169
Unrealized Loss on Equity Securities	(168,899)	-	-	(168,899)
Total Items Added (Deducted)	$ (102,411)	$ (326)	$ 4,781	$ (97,956)
Total Cash Provided From Operations	$ 420,201	$ 7,161	$ 72,294	$ 499,656
Cash Applied:				
Investments in Fixed Assets	$ 111	-	-	$ 111
Total Cash Applied	$ 111	-	-	$ 111
Net Increase (Decrease) in Cash and Investments	$ 420,090	$ 7,161	$ 72,294	$ 499,545
Cash and Investments, July 1, 1983	4,645,494	139,457	2,069,273	6,854,224
Cash and Investments, June 30, 1984	$5,065,584	$146,618	$2,141,567	$7,353,769

STATE OF MINNESOTA
DEFINED BENEFIT PENSION FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

	PUBLIC EMPLOYEES RETIREMENT ASSOCIATION	
	PUBLIC EMPLOYEES RETIREMENT	POLICE AND FIRE
ASSETS		
Cash	$ 411	$ 139
Investments	945,579	212,740
Accounts Receivable	40	422
Due from Other Funds	330	375
Accrued Investment Income	4	2
Equity in Investment Funds	634,793	59,663
Fixed Assets (Net)	548	-
Other Assets	28	-
Total Assets	$1,581,733	$273,341
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	$ 10,363	$ 994
Payable to Other Funds	8,489	176
Compensated Absences Payable	300	-
Capital Leases	12	-
Total Liabilities	$ 19,164	$ 1,170
Fund Balances:		
Reserved for Pension Benefits	$1,562,569	$272,171
Total Reserved Fund Balances	$1,562,569	$272,171
Total Liabilities and Fund Balances	$1,581,733	$273,341

STATE OF MINNESOTA
DEFINED BENEFIT PENSION FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

TEACHERS RETIREMENT ASSOCIATION	MINNESOTA STATE RETIREMENT SYSTEM			
TEACHERS RETIREMENT	STATE EMPLOYEES RETIREMENT	STATE PATROL RETIREMENT	JUDICIAL RETIREMENT	COMBINED TOTALS
$ 449	$ 13	$ 6	$ 6	$ 1,024
1,213,273	620,558	44,947	4,117	3,041,214
8,022	4,019	315	5	12,823
20,299	136	-	915	22,055
479	430	38	12	965
925,218	356,379	40,455	6,838	2,023,346
44	63	-	-	655
-	-	-	-	28
$2,167,784	$981,598	$85,761	$11,893	$5,102,110
$ 12,231	$ 7,506	$ 194	$ 187	$ 31,475
7,500	531	386	28	17,110
116	-	-	-	416
-	-	-	-	12
$ 19,847	$ 8,037	$ 580	$ 215	$ 49,013
$2,147,937	$973,561	$85,181	$11,678	$5,053,097
$2,147,937	$973,561	$85,181	$11,678	$5,053,097
$2,167,784	$981,598	$85,761	$11,893	$5,102,110

STATE OF MINNESOTA
DEFINED BENEFIT PENSION FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	PUBLIC EMPLOYEES RETIREMENT ASSOCIATION	
	PUBLIC EMPLOYEES RETIREMENT	POLICE AND FIRE
Operating Revenues:		
Employer Contributions	$ 78,967	$ 14,473
Employee Contributions	58,348	9,671
Investment/Interest Income	73,358	15,565
Distributed Investment Fund Income	59,015	5,981
Other	543	427
Total Operating Revenues	$ 270,231	$ 46,117
Operating Expenses:		
Annuity Payments	$ 74,237	$ 6,352
Refunded Contributions	23,756	2,043
Purchased Services	717	42
Investment Management Fees	1,345	276
Salaries and Fringe Benefits	1,823	107
Depreciation and Amortization	147	-
Supplies and Materials	62	4
Other Administrative Expenses	7	8
Indirect Costs	49	3
Total Operating Expenses	$ 102,143	$ 8,835
Operating Income	$ 168,088	$ 37,282
Operating Transfers:		
Transfers-In	$ 1,937	$ 76
Transfers-Out	(55)	(3)
Operating Transfers (Net)	$ 1,882	$ 73
Net Income	$ 169,970	$ 37,355
Cumulative Effect of Change in Accounting Method	(24,793)	(3,434)
Net Income After Cumulative Effect	$ 145,177	$ 33,921
Unrealized Loss on Equity Securities	(54,179)	(11,060)
Net Increase in Fund Balances	$ 90,998	$ 22,861
Fund Balances, July 1, 1983, as Reported	$1,474,041	$249,539
Prior Period Adjustments	(2,470)	(229)
Fund Balances, July 1, 1983, as Restated	$1,471,571	$249,310
Fund Balances, June 30, 1984	$1,562,569	$272,171

STATE OF MINNESOTA
DEFINED BENEFIT PENSION FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

TEACHERS RETIREMENT ASSOCIATION TEACHERS RETIREMENT	MINNESOTA STATE RETIREMENT SYSTEM STATE EMPLOYEES RETIREMENT	STATE PATROL RETIREMENT	JUDICIAL RETIREMENT	COMBINED TOTALS
$ 98,505	$ 50,638	$ 4,638	$ -	$ 247,221
60,260	33,343	1,877	466	163,965
95,684	37,184	2,834	244	224,869
87,937	46,642	3,980	709	204,264
462	1,355	59	1,756	4,602
$ 342,848	$169,162	$13,388	$ 3,175	$ 844,921
$ 67,629	$ 37,167	$ 3,431	$ 1,979	$ 190,795
18,957	14,800	279	108	59,943
575	536	18	11	1,899
1,390	668	51	3	3,733
1,326	847	28	17	4,148
8	14	-	-	169
8	10	-	-	84
1	-	-	-	16
-	-	-	-	52
$ 89,894	$ 54,042	$ 3,807	$ 2,118	$ 260,839
$ 252,954	$115,120	$ 9,581	$ 1,057	$ 584,082
$ 1,547	$ 306	-	-	$ 3,866
-	-	-	-	(58)
$ 1,547	$ 306	-	-	$ 3,808
$ 254,501	$115,426	$ 9,581	$ 1,057	$ 587,890
(24,424)	(11,563)	(802)	(262)	(65,278)
$ 230,077	$103,863	$ 8,779	$ 795	$ 522,612
(68,311)	(32,810)	(2,373)	(166)	(168,899)
$ 161,766	$ 71,053	$ 6,406	$ 629	$ 353,713
$1,983,579	$904,389	$78,823	$11,049	$4,701,420
2,592	(1,881)	(48)	-	(2,036)
$1,986,171	$902,508	$78,775	$11,049	$4,699,384
$2,147,937	$973,561	$85,181	$11,678	$5,053,097

STATE OF MINNESOTA
DEFINED BENEFIT PENSION FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30,1984
(IN THOUSANDS)

	PUBLIC EMPLOYEES RETIREMENT ASSOCIATION	
	PUBLIC EMPLOYEES RETIREMENT	POLICE AND FIRE
Cash Provided:		
From Operations:		
Net Income	$ 145,177	$ 33,921
Items Added to (Deducted from) Net Income:		
Decrease (Increase) in Current Assets:		
Security Sales Receivable	$ 3,763	$ 364
Accounts Receivable	1,449	207
Accrued Investment Income	9,345	1,983
Due from Other Funds	(136)	(357)
Other Current Assets	(5)	-
Increase (Decrease) in Current Liabilities:		
Security Purchases Payable	(3,702)	(775)
Accounts Payable	10,308	994
Accrued Compensated Absences	(15)	-
Payable to Other Funds	5,169	(813)
Depreciation and Amortization	147	-
Unrealized Loss on Equity Securities	(54,179)	(11,060)
Total Items Added (Deducted)	$ (27,856)	$ (9,457)
Total Cash Provided from Operations	$ 117,321	$ 24,464
Cash Applied:		
Investments in Fixed Assets	$ 103	-
Total Cash Applied	$ 103	-
Net Increase (Decrease) in Cash and Investments	$ 117,218	$ 24,464
Cash and Investments, July 1, 1983	1,463,565	248,078
Cash and Investments, June 30, 1984	$1,580,783	$272,542

STATE OF MINNESOTA
DEFINED BENEFIT PENSION FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30,1984
(IN THOUSANDS)

	MINNESOTA STATE RETIREMENT SYSTEM			
TEACHERS RETIREMENT ASSOCIATION TEACHERS RETIREMENT	STATE EMPLOYEES RETIREMENT	STATE PATROL RETIREMENT	JUDICIAL RETIREMENT	COMBINED TOTALS
$ 230,077	$ 103,863	$ 8,779	$ 795	$ 522,612
$ 4,259	$ 1,170	$ 90	$ 6	$ 9,652
2,541	(1,211)	(39)	2	2,949
11,715	5,991	375	15	29,424
(5,743)	(11)	96	173	(5,978)
-	-	-	-	(5)
(5,086)	(2,048)	(188)	(11)	(11,810)
11,977	7,449	194	187	31,109
59	(59)	-	-	(15)
6,332	(41)	344	2	10,993
8	14	-	-	169
(68,311)	(32,810)	(2,373)	(166)	(168,899)
$ (42,249)	$(21,556)	$(1,501)	$ 208	$ (102,411)
$ 187,828	$ 82,307	$ 7,278	$ 1,003	$ 420,201
$ 8	-	-	-	$ 111
$ 8	-	-	-	$ 111
$ 187,820	$ 82,307	$ 7,278	$ 1,003	$ 420,090
1,951,120	894,643	78,130	9,958	4,645,494
$2,138,940	$976,950	$85,408	$10,961	$5,065,584

STATE OF MINNESOTA
DEFINED CONTRIBUTION FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

	MINNESOTA STATE RETIREMENT SYSTEM		TEACHERS RETIREMENT ASSOCIATION	
	UNCLASSIFIED EMPLOYEES RETIREMENT	DEFERRED COMPENSATION	COLLEGE SUPPLEMENTAL RETIREMENT	COMBINED TOTALS
ASSETS				
Cash	$ 5	$ 19	$ 7	$ 31
Investments	-	251	140	391
Accounts Receivable	153	15	1	169
Due from Other Funds	645	-	-	645
Equity in Investment Funds	21,585	71,221	53,390	146,196
Total Assets	$22,388	$71,506	$53,538	$147,432
LIABILITIES				
Accounts Payable	$ 220	$ 9	$ -	$ 229
Funds Held in Trust	22,168	71,497	53,538	147,203
Total Liabilities	$22,388	$71,506	$53,538	$147,432

STATE OF MINNESOTA
DEFINED CONTRIBUTION FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUNDS HELD IN TRUST
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	MINNESOTA STATE RETIREMENT SYSTEM		TEACHERS RETIREMENT ASSOCIATION	
	UNCLASSIFIED EMPLOYEES RETIREMENT	DEFERRED COMPENSATION	COLLEGE SUPPLEMENTAL RETIREMENT	COMBINED TOTALS
Operating Revenues:				
Investment Income	$ 914	$ 4,257	$ -	$ 5,171
Realized/Unrealized Gain on Investments in Investment Fund	(1,644)	(1,608)	(3,769)	(7,021)
Other Income	526	253	150	929
Total Operating Revenues	$ (204)	$ 2,902	$(3,619)	$ (921)
Operating Expenses:				
Salaries and Fringe Benefits	$ 35	$ 143	$ 29	$ 207
Purchased Services	23	93	4	120
Supplies and Materials	-	1	-	1
Total Operating Expenses	$ 58	$ 237	$ 33	$ 328
Operating Income	$ (262)	$ 2,665	$(3,652)	$ (1,249)
Nonoperating Revenues (Expenses):				
Shares Purchased:				
Employer Contributions	$ 1,814	$ -	$ 1,306	$ 3,120
Employee Contributions	1,199	10,253	1,306	12,758
Shares Withdrawn:				
Refunds	(2,157)	(3,496)	(1,183)	(6,836)
Net Nonoperating Revenues	$ 856	$ 6,757	$ 1,429	$ 9,042
Operating Transfers:				
Transfers-Out	(306)	-	-	(306)
Net Income	$ 288	$ 9,422	$(2,223)	$ 7,487
Funds Held in Trust, July 1, 1983, as reported	$21,950	$62,075	$55,761	$139,786
Prior Period Adjustment	(70)	-	-	(70)
Funds Held in Trust, July 1, 1983, as restated	$21,880	$62,075	$55,761	$139,716
Funds Held in Trust, June 30, 1984	$22,168	$71,497	$53,538	$147,203

STATE OF MINNESOTA
DEFINED CONTRIBUTION FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	MINNESOTA STATE RETIREMENT SYSTEM		TEACHERS RETIREMENT ASSOCIATION	
	UNCLASSIFIED EMPLOYEES RETIREMENT	DEFERRED COMPENSATION	COLLEGE SUPPLEMENTAL RETIREMENT	COMBINED TOTALS
Cash Provided:				
From Operations:				
Net Income	$ 288	$ 9,422	$(2,223)	$ 7,487
Items Added to (Deducted from) Net Income:				
Increase in Current Assets:				
Accounts Receivable	$ (60)	$ (3)	-	$ (63)
Due from Other Funds	(464)	-	-	(464)
Increase (Decrease) in Current Liabilities:				
Accounts Payable	220	(13)	-	207
Payable to Other Funds	(6)	-	-	(6)
Total Items Deducted	$ (310)	$ (16)	-	$ (326)
Total Cash Provided from Operations.	$ (22)	$ 9,406	$(2,223)	$ 7,161
Cash and Investments, July 1, 1983..	21,612	62,085	55,760	139,457
Cash and Investments, June 30, 1984.	$21,590	$71,491	$53,537	$146,618

STATE OF MINNESOTA
INVESTMENT TRUST FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

	MINNESOTA SUPPLEMENTAL INVESTMENT	MINNESOTA POST RETIREMENT INVESTMENT	MINNESOTA VARIABLE ANNUITY	COMBINED TOTALS
ASSETS				
Cash	$ 1	$ 1	$ -	$ 2
Investments	219,153	1,826,501	95,911	2,141,565
Security Sales Receivable	1,191	9,589	848	11,628
Due from Other Funds	-	16,321	-	16,321
Accrued Investment Income	3,080	34,170	368	37,618
Total Assets	$223,425	$1,886,582	$ 97,127	$2,207,134
LIABILITIES				
Security Purchases Payable	$ 3,366	$ 19,686	$ 1,937	$ 24,989
Accounts Payable	73	-	96	169
Payable to Other Funds	41	895	287	1,223
Deferred Revenue	-	122	-	122
Funds Held in Trust:				
Funds Held in Trust	$226,914	$1,922,840	$106,008	$2,255,762
Unrealized Market Gains (Losses)	(6,972)	(142,028)	(6,902)	(155,902)
Annuity Stabilization Reserve	-	(26,448)	-	(26,448)
Undistributed Earnings (Losses)	3	111,515	(4,299)	107,219
Net Funds Held in Trust	$219,945	$1,865,879	$ 94,807	$2,180,631
Total Liabilities	$223,425	$1,886,582	$ 97,127	$2,207,134

STATE OF MINNESOTA
INVESTMENT TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUNDS HELD IN TRUST
YEAR ENDED JUNE 30,1984
(IN THOUSANDS)

	MINNESOTA SUPPLEMENTAL INVESTMENT	MINNESOTA POST RETIREMENT INVESTMENT	MINNESOTA VARIABLE ANNUITY	COMBINED TOTALS
Operating Revenues:				
Investment/Interest Income.....	$ 17,490	$ 162,799	$ 4,643	$ 184,932
Realized Gains on Investments:				
Proceeds from Security Sales...	$151,165	$ 641,247	$130,854	$ 923,266
Cost of Securities Sold.....	144,215	598,984	126,952	870,151
Net Realized Gains.....	$ 6,950	$ 42,263	$ 3,902	$ 53,115
Unrealized Gains (Losses):				
Beginning of Period.....	$ 12,972	$ 122,368	$ 12,521	$ 147,861
End of Period.....	(20,873)	(142,028)	(6,903)	(169,804)
Decrease in Unrealized Appreciation.....	$(33,845)	$ (264,396)	$(19,424)	$ (317,665)
Total Operating Revenues...	$ (9,405)	$ (59,334)	$(10,879)	$ (79,618)
Operating Expenses:				
Investment Management Fees.....	$ 287	$ 331	$ 303	$ 921
Operating Losses.....	$ (9,692)	$ (59,665)	$(11,182)	$ (80,539)
Nonoperating Revenues (Expenses):				
Shares Purchased:				
Participant Contributions.....	$ 11,931	$ 277,991	$ 9	$ 289,931
Shares Withdrawn:				
Participant Withdrawals.....	(4,208)	(136,868)	(803)	(141,879)
Total Nonoperating Revenues (Expenses).....	$ 7,723	$ 141,123	$ (794)	$ 148,052
Net Income.....	$ (1,969)	$ 81,458	$(11,976)	$ 67,513
Funds Held in Trust, July 1, 1983..	221,914	1,784,421	106,783	2,113,118
Funds Held in Trust, June 30, 1984.	$219,945	$1,865,879	$ 94,807	$2,180,631

STATE OF MINNESOTA
INVESTMENT TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	MINNESOTA SUPPLEMENTAL INVESTMENT	MINNESOTA POST RETIREMENT INVESTMENT	MINNESOTA VARIABLE ANNUITY	COMBINED TOTALS
Cash Provided:				
From Operations:				
Net Income	$ (1,969)	$ 81,458	$ (11,976)	$ 67,513
Items Added to (Deducted from) Net Income:				
Decrease (Increase) in Current Assets:				
Security Sales Receivable	$ 922	$ 4,503	$ 1,562	$ 6,987
Accrued Investment Income	8	(4,463)	258	(4,197)
Due from Other Funds	-	(13,708)	-	(13,708)
Increase (Decrease) in Current Liabilities:				
Security Purchases Payable	982	14,903	(661)	15,224
Accounts Payable	20	-	42	62
Payable to Other Funds	41	475	(88)	428
Deferred Revenue	-	(15)	-	(15)
Total Items Added	$ 1,973	$ 1,695	$ 1,113	$ 4,781
Total Cash Provided From Operations	$ 4	$ 83,153	$ (10,863)	$ 72,294
Cash and Investments, July 1, 1983	219,150	1,743,349	106,774	2,069,273
Cash and Investments, June 30, 1984	$219,154	$1,826,502	$ 95,911	$2,141,567

STATE OF MINNESOTA
INVESTMENT TRUST FUNDS
COMBINING SCHEDULE OF PARTICIPATION
JUNE 30, 1984
(IN THOUSANDS)

	MINNESOTA SUPPLEMENTAL INVESTMENT	MINNESOTA POST RETIREMENT INVESTMENT	MINNESOTA VARIABLE ANNUITY	COMBINED TOTALS
Defined Benefit Pension Funds:				
Teachers Retirement Association:				
Teachers Retirement.....	-	$ 819,210	$106,008	$ 925,218
Minnesota State Retirement System:				
State Employees Retirement.....	-	356,379	-	356,379
State Patrol Retirement.....	-	40,455	-	40,455
Judicial Retirement.....	-	6,838	-	6,838
Public Employees Retirement Association:				
Public Employees Retirement.....	-	634,793	-	634,793
Police and Fire.....	-	59,663	-	59,663
Subtotal.....	-	$1,917,338	$106,008	$2,023,346
Defined Contribution Pension Funds:				
Teachers Retirement Association:				
College Supplemental Retirement..	$ 53,390	-	-	$ 53,390
Minnesota State Retirement System:				
Unclassified Employees Retirement	21,585	-	-	21,585
Deferred Compensation.....	71,221	-	-	71,221
Subtotal.....	$146,196	-	-	$ 146,196
Legislators and Survivors Retirement.	-	$ 5,502	-	$ 5,502
Total State Retirement Funds.....	$146,196	$1,922,840	$106,008	$2,175,044
Non-State Funds.....	80,718	-	-	80,718
Total Funds Held in Trust for Participants.....	$226,914	$1,922,840	$106,008	$2,255,762
Unrealized Depreciation on Investments.....	(6,972)	(142,028)	(6,902)	(155,902)
Undistributed Earnings (Losses)....	3	111,515	(4,299)	107,219
Annuity Stabilization Reserve.....	-	(26,448)	-	(26,448)
Total Participation and Undistributed Earnings.....	$219,945	$1,865,879	$ 94,807	$2,180,631

STATE OF MINNESOTA
INVESTMENT TRUST FUNDS
COMBINING SUMMARY OF INVESTMENTS
JUNE 30, 1984
(IN THOUSANDS)

	MINNESOTA SUPPLEMENTAL INVESTMENT	MINNESOTA POST RETIREMENT INVESTMENT	MINNESOTA VARIABLE ANNUITY	COMBINED TOTAL
Bonds and Other Debt Certificates:				
U.S. Government Obligations.....	$ 40,002	$ 536,897	$ 4,901	$ 581,800
Canadian Government Obligations.....	5,000	27,495	-	32,495
Public Utilities.....	13,204	121,843	-	135,047
Finance Industry Corporations.....	12,441	71,632	-	84,073
Industrial Corporations.....	10,988	142,656	-	153,644
Transportation Industry Corporations	3,386	23,910	-	27,296
Total Bonds and Other Debt Certificates.....	$ 85,021	$ 924,433	$ 4,901	$1,014,355
Common Stock:				
Public Utilities.....	$ 8,710	$ 64,603	$ 5,485	$ 78,798
Finance Industry Corporations.....	15,882	124,974	12,136	152,992
Manufacturing Industry Corporations.	36,768	252,854	36,589	326,211
Food Industry Corporations.....	3,323	20,534	3,181	27,038
Retail Industry Corporations.....	2,324	12,614	3,205	18,143
Transportation Industry Corporations	3,229	12,976	2,793	18,998
Raw Material Industry Corporations..	10,524	119,001	8,757	138,282
Other Industries.....	6,744	42,478	9,891	59,113
Total Common Stock.....	$ 87,504	$ 650,034	$82,037	$ 819,575
Short-Term Securities (Cash Equivalents)	$ 46,628	$ 252,034	$ 8,973	$ 307,635
Total Investments.....	$219,153	$1,826,501	$95,911	$2,141,565

STATE OF MINNESOTA
EXPENDABLE TRUST FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

	MUNICIPAL STATE-AID STREET	COUNTY STATE-AID HIGHWAY	ENDOWMENT SCHOOL
ASSETS			
Cash	$ 10	$ 8	$ -
Investments	89,166	130,648	-
Accounts Receivable	73	133	-
Due from Other Funds	1,186	3,977	11,514
Accrued Income	1,953	2,837	-
Federal Aid Receivable	-	-	-
Loans/Notes Receivable	-	-	-
Total Assets	$92,388	$137,603	$11,514
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	$ 4,893	$ 9,766	-
Payable to Other Funds	123	335	-
Contract and Retainage Payable	-	-	-
Compensated Absences	-	-	-
Deferred Revenue	-	-	-
Loans Payable	-	-	-
Total Liabilities	$ 5,016	$ 10,101	-
Fund Balances:			
Reserved Fund Balances:			
Reserved for Encumbrances	$ 34	$ 37	$ -
Reserved for Long-Term Receivables	-	-	-
Reserved for Local Governments	87,338	127,465	11,514
Reserved for Insurance Benefits	-	-	-
Total Reserved Fund Balances	$87,372	$127,502	$11,514
Unreserved Fund Balances:			
Designated for Investments	-	-	-
Designated for Fund Purposes	-	-	-
Total Unreserved Fund Balances	-	-	-
Total Fund Balances	$87,372	$127,502	$11,514
Total Liabilities and Fund Balances	$92,388	$137,603	$11,514

STATE OF MINNESOTA
EXPENDABLE TRUST FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984
(IN THOUSANDS)

ENDOWMENT	NORTHEAST MINNESOTA ECONOMIC PROTECTION	RURAL REHABILITATION TRUST	UNEMPLOYMENT COMPENSATION	INSURANCE TRUST	COMBINED TOTALS
$1,781	$ (353)	$ 43	$ 3,193	$10,290	$ 14,972
4,955	42,600	7,950	5,225	-	280,544
8	-	-	19,376	3,234	22,824
22	574	-	2,080	-	19,353
62	1,169	487	299	42	6,849
-	-	-	339	-	339
-	5,069	928	-	-	5,997
$6,828	$49,059	$9,408	$ 30,512	$13,566	$ 350,878
$ 291	$ 145	$ 147	$ 6,893	$ 9,729	$ 31,864
28	3	2	-	-	491
-	55	-	-	-	55
25	8	5	-	-	38
13	-	-	860	-	873
-	-	-	296,094	-	296,094
$ 357	$ 211	$ 154	$ 303,847	$ 9,729	$ 329,415
$ 300	$ 1,531	$ 312	$ -	$ -	$ 2,214
-	5,019	927	13,090	-	19,036
-	-	-	-	-	226,317
-	-	-	-	3,837	3,837
$ 300	$ 6,550	$1,239	$ 13,090	$ 3,837	$ 251,404
$ -	$ -	$4,000	$ -	-	$ 4,000
6,171	42,298	4,015	(286,425)	-	(233,941)
$6,171	$42,298	$8,015	$(286,425)	-	$(229,941)
$6,471	$48,848	$9,254	$(273,335)	$ 3,837	$ 21,463
$6,828	$49,059	$9,408	$ 30,512	$13,566	$ 350,878

STATE OF MINNESOTA
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	MUNICIPAL STATE-AID STREET	COUNTY STATE-AID HIGHWAY	ENDOWMENT SCHOOL
Revenues:			
Taxes	$ -	$ -	-
Insurance Premiums	-	-	-
Intergovernmental Revenues	-	-	-
Investment Income	7,744	11,684	-
Other Revenues	-	-	-
Gross Revenues	$ 7,744	$ 11,684	-
Less Revenue Refunds	-	-	-
Net Revenues	$ 7,744	$ 11,684	-
Expenditures:			
Current:			
Protection of Persons and Property	$ -	$ -	-
Transportation	474	1,503	-
Resource Management	-	-	-
Economic/Manpower Development	-	-	-
Education	-	-	-
Health and Social Services	-	-	-
General Government	-	-	-
Total Current Expenditures	$ 474	$ 1,503	$ -
Capital Outlay	-	-	-
Debt Service	-	-	-
Grants and Subsidies	41,725	130,666	24,606
Total Expenditures	$ 42,199	$ 132,169	$ 24,606
Excess of Revenues Over (Under) Expenditures	$(34,455)	$(120,485)	$(24,606)
Other Financing Sources (Uses):			
Operating Transfers-In	$ 45,083	$ 149,103	$ 25,368
Operating Transfers-Out	-	-	-
Net Other Financing Sources (Uses)	$ 45,083	$ 149,103	$ 25,368
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	$ 10,628	$ 28,618	$ 762
Fund Balances, July 1, 1983, as Reported	$ 76,744	$ 98,884	$ 10,752
Changes in Reporting Entity	-	-	-
Fund Balances, July 1, 1983, as Restated	$ 76,744	$ 98,884	$ 10,752
Fund Balances, June 30, 1984	$ 87,372	$ 127,502	$ 11,514

STATE OF MINNESOTA
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

ENDOWMENT	NORTHEAST MINNESOTA ECONOMIC PROTECTION	RURAL REHABILITATION TRUST	UNEMPLOYMENT COMPENSATION	INSURANCE TRUST	COMBINED TOTALS
$ -	$ -	$ -	$ 388,087	$ -	$ 388,087
-	-	-	-	44,978	44,978
68	-	-	62,708	-	62,776
452	5,359	856	517	582	27,194
4,832	9	83	1,075	-	5,999
$5,352	$ 5,368	$ 939	$ 452,387	$45,560	$ 529,034
117	-	-	-	-	117
$5,235	$ 5,368	$ 939	$ 452,387	$45,560	$ 528,917
$ 7	$ -	$ -	-	$ -	$ 7
-	-	-	-	-	1,977
278	-	-	-	-	278
-	933	324	-	-	1,257
1,590	-	-	-	-	1,590
276	-	-	-	-	276
426	-	-	-	41,723	42,149
$2,577	$ 933	$ 324	$ -	$41,723	$ 47,534
219	329	-	-	-	548
-	-	-	18,611	-	18,611
1,992	1,662	528	326,232	-	527,411
$4,788	$ 2,924	$ 852	$ 344,843	$41,723	$ 594,104
$ 447	$ 2,444	$ 87	$ 107,544	$ 3,837	$ (65,187)
$ 62	$ 1,183	-	-	-	$ 220,799
(47)	(4,939)	-	-	-	(4,986)
$ 15	$(3,756)	-	-	-	$ 215,813
$ 462	$(1,312)	$ 87	$ 107,544	$ 3,837	$ 150,626
$3,154	$50,160	$9,167	$(380,879)	-	$(132,018)
2,855	-	-	-	-	2,855
$6,009	$50,160	$9,167	$(380,879)	-	$(129,163)
$6,471	$48,848	$9,254	$(273,335)	$ 3,837	$ 21,463

STATE OF MINNESOTA
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	BALANCE JULY 1, 1983	INCREASES	DECREASES	BALANCE JUNE 30, 1984
DISBURSEMENTS CLEARING				
ASSETS				
Cash	$143,969	$8,083,518	$8,133,169	$ 94,318
Total Assets	$143,969	$8,083,518	$8,133,169	$ 94,318
LIABILITIES				
Warrants Payable	$143,605	$8,083,518	$8,132,805	$ 94,318
Funds Held in Trust	364	-	364	-
Total Liabilities	$143,969	$8,083,518	$8,133,169	$ 94,318
TAXES CLEARING				
ASSETS				
Cash	$ 13,055	$ 489,467	$ 492,572	$ 9,950
Due from Other Funds	9,588	4,657	9,588	4,657
Total Assets	$ 22,643	$ 494,124	$ 502,160	$ 14,607
LIABILITIES				
Payable to Other Funds	$ 7	$ 34	$ 7	$ 34
Payable to Other Governments	20,184	484,126	492,566	11,744
Funds Held in Trust	2,452	377	-	2,829
Total Liabilities	$ 22,643	$ 484,537	$ 492,573	$ 14,607
SOCIAL WELFARE				
ASSETS				
Cash	$ 524	$ 9,533	$ 9,326	$ 731
Investments	2,550	1,481	1,469	2,562
Accounts Receivable	77	47	77	47
Due from Other Funds	104	79	104	79
Accrued Income	55	49	55	49
Total Assets	$ 3,310	$ 11,189	$ 11,031	$ 3,468
LIABILITIES				
Accounts Payable	$ 176	$ 99	$ 176	$ 99
Payable to Other Funds	21	37	47	11
Funds Held In Trust	3,113	7,973	7,728	3,358
Total Liabilities	$ 3,310	$ 8,109	$ 7,951	$ 3,468

STATE OF MINNESOTA
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	BALANCE JULY 1, 1983	INCREASES	DECREASES	BALANCE JUNE 30, 1984
STATE UNIVERSITY SYSTEM - STUDENT ACTIVITY				
ASSETS				
Cash	$ 893	-	$ 893	-
Investments	6,014	-	6,014	-
Accounts Receivable	133	-	133	-
Accrued Income	84	-	84	-
Federal Aid Receivable	108	-	108	-
Loans Receivable	24,336	-	24,336	-
Other Assets	1,354	-	1,354	-
Total Assets	$ 32,922	-	$ 32,922	-
LIABILITIES				
Accounts Payable	$ 107	-	$ 107	-
Funds Held in Trust	32,251	-	32,251	-
Other Liabilities	564	-	564	-
Total Liabilities	$ 32,922	-	$ 32,922	-
COMMUNITY COLLEGE SYSTEM - ALL COLLEGE				
ASSETS				
Cash	$ 1,607	-	$ 1,607	-
Investments	3,186	-	3,186	-
Accounts Receivable	2,547	-	2,547	-
Accrued Income	16	-	16	-
Federal Aid Receivable	185	-	185	-
Deferred Costs	20	-	20	-
Loans Receivable	3,058	-	3,058	-
Other Assets	1	-	1	-
Total Assets	$ 10,620	-	$ 10,620	-
LIABILITIES				
Accounts Payable	$ 611	-	$ 611	-
Deferred Revenue	27	-	27	-
Funds Held in Trust	9,851	-	9,851	-
Other Liabilities	131	-	131	-
Total Liabilities	$ 10,620	-	$ 10,620	-

STATE OF MINNESOTA
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	BALANCE JULY 1, 1983	INCREASES	DECREASES	BALANCE JUNE 30, 1984
MISCELLANEOUS AGENCY				
ASSETS				
Cash	$ 1,868	$ 57,226	$ 56,825	$ 2,269
Investments	454	2,648	1,505	1,597
Accounts Receivable	-	807	236	571
Accrued Income	-	2	-	2
Due from Other Funds	515	487	515	487
Deferred Costs	33	5,342	5,308	67
Total Assets	$ 2,870	$ 66,512	$ 64,389	$ 4,993
LIABILITIES				
Accounts Payable	$ -	$ 119	$ 43	$ 76
Payable to Other Funds	220	36	20	236
Payable to Other Governments	19	84	63	40
Funds Held in Trust	2,631	52,003	49,993	4,641
Total Liabilities	$ 2,870	$ 52,242	$ 50,119	$ 4,993
TOTAL AGENCY FUNDS				
ASSETS				
Cash	$161,916	$8,639,744	$8,694,392	$107,268
Investments	12,204	4,129	12,174	4,159
Accounts Receivable	2,757	854	2,993	618
Due from Other Funds	10,207	5,223	10,207	5,223
Accrued Income	155	51	155	51
Federal Aid Receivable	293	-	293	-
Deferred Costs	53	5,342	5,328	67
Loans Receivable	27,394	-	27,394	-
Other Assets	1,355	-	1,355	-
Total Assets	$216,334	$8,655,343	$8,754,291	$117,386
LIABILITIES				
Warrants Payable	$143,605	$8,083,518	$8,132,805	$ 94,318
Accounts Payable	894	218	937	175
Payable to Other Funds	248	107	74	281
Payable to Other Governments	20,203	484,210	492,629	11,784
Deferred Revenue	27	-	27	-
Funds Held in Trust	50,662	60,353	100,187	10,828
Other Liabilities	695	-	695	-
Total Liabilities	$216,334	$8,628,406	$8,727,354	$117,386

ACCOUNT GROUP

General Long-Term Obligation Account Group - accounts for unmatured principal of bonds, notes and other forms of long-term indebtedness which are not accounted for in proprietary funds.

STATE OF MINNESOTA
GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP
STATEMENT OF CHANGES IN GENERAL LONG-TERM OBLIGATIONS
YEAR ENDED JUNE 30, 1984
(IN THOUSANDS)

	BEGINNING BALANCES	INCREASE	DECREASE	ENDING BALANCES
Amount Available and to be Provided for Payment of General Long-Term Obligations:				
Amount Available in Debt Service Fund.	$ 75,460	$ 83,999	$ 78,249	$ 81,210
Amount to be Provided:				
General Fund	$ 969,402	$421,403	$250,923	$1,139,882
State Airports Fund	-	204	-	204
Game and Fish Fund	421	2,128	26	2,523
Trunk Highway Fund	49,750	62,427	8,804	103,373
Highway User Tax Distribution Fund	-	250	-	250
Federal Fund	440	6,559	200	6,799
Special Workers Compensation Fund	-	98	-	98
Maximum Effort School Loan Fund	-	28,455	3,325	25,130
Miscellaneous Special Revenue Fund	132	1,478	40	1,570
Total Amount to be Provided	$1,020,145	$523,002	$263,318	$1,279,829
Total Amount Available and to be Provided	$1,095,605	$607,001	$341,567	$1,361,039
General Long-Term Obligations Payable:				
General Obligation Bonds Payable	$ 888,120	$247,680	$ 77,855	$1,057,945
Loans Payable	4,230	-	394	3,836
Capital Leases Payable	3,541	1,582	1,194	3,929
Revenue Refunds Payable	24,532	23,192	8,167	39,557
Compensated Absences	-	75,215	-	75,215
Grants and Subsidies Payable	175,182	180,557	175,182	180,557
Total General Long-Term Obligations	$1,095,605	$528,226	$262,792	$1,361,039

GENERAL OBLIGATION
DEBT SCHEDULES

STATE OF MINNESOTA
GENERAL OBLIGATION DEBT
SCHEDULED DEBT SERVICE FOR FISCAL YEARS 1985-2004
PRINCIPAL PAYMENTS - BOLDFACE INTEREST PAYMENTS - LIGHTFACE
(In Thousands)

FUND & TYPE	AUTHORIZATION YEAR-CHAPTER	AMOUNT OUT-STANDING 6-30-84	1985	1986	1987	1988	1989	1990
General Fund								
State Building (Voc-Tech)	'75-436	$ 9,475	$ 775	$ 775	$ 775	$ 775	$ 775	$ 775
			492	453	414	374	334	293
State Building, Capital Improvement	'65-882	2,770	2,770	-	-	-	-	-
			86	-	-	-	-	-
	X'67-8	17,431	3,469	3,469	3,469	3,449	1,789	1,789
			833	655	477	300	159	53
	'69-1159	48,744	7,336	7,336	7,336	7,336	7,336	7,336
			2,462	2,076	1,685	1,294	899	504
	'71-963	49,865	5,368	5,368	5,368	5,368	5,368	5,368
			2,173	1,910	1,646	1,382	1,112	841
	'73-778	28,147	2,329	2,329	2,329	2,329	2,329	2,329
			1,376	1,267	1,156	1,045	931	816
	'74-541	2,252	205	205	205	205	205	205
			121	110	100	88	77	65
	'75-436	10,959	847	847	847	847	847	847
			534	495	454	414	374	333
	'76-348	35,198	2,693	2,693	2,693	2,693	2,693	2,693
			1,673	1,556	1,436	1,316	1,193	1,068
	'77-421	6,000	375	375	375	375	375	375
			384	358	333	308	282	260
	'77-451	25,600	1,743	1,743	1,743	1,743	1,743	1,743
			1,363	1,267	1,171	1,078	984	896
	'78-792	86,296	5,345	5,345	5,345	5,345	5,345	5,345
			6,039	5,650	5,274	4,909	4,544	4,196
	'79-300	2,719	157	157	157	157	157	157
			229	215	202	190	177	165
	'79-301	38,855	2,403	2,403	2,403	2,403	2,403	2,403
			2,600	2,425	2,257	2,092	1,927	1,777
	'79-338	67,437	3,726	3,726	3,726	3,726	3,726	3,726
			6,125	5,794	5,470	5,150	4,831	4,508
	'81-4	38,498	2,049	2,049	2,049	2,049	2,049	2,049
			3,702	3,520	3,337	3,148	2,959	2,768
	'81-304	28,967	1,516	1,516	1,516	1,516	1,516	1,516
			2,699	2,565	2,431	2,294	2,156	2,018
	'81-334	2,980	153	153	153	153	153	153
			268	254	240	227	213	199
	'81-361	10,780	571	571	571	571	571	571
			1,027	976	924	872	819	766
	'81-362	41,653	2,098	2,098	2,098	2,098	2,098	2,098
			3,618	3,453	3,287	3,107	2,927	2,747
	'82-639	4,456	234	234	234	234	234	234
			436	414	391	368	346	323
	'83-344	57,780	2,889	2,889	2,889	2,889	2,889	2,889
			4,933	4,708	4,484	4,239	3,994	3,749
State School Energy Building Bonds	'83-323	5,000	500	500	500	500	500	500
			415	378	340	298	255	213
State Building (Natural Resources)	'75-415	13,000	1,000	1,000	1,000	1,000	1,000	1,000
			646	596	546	497	448	399

Note: Columns may not add due to rounding

STATE OF MINNESOTA
GENERAL OBLIGATION DEBT
SCHEDULED DEBT SERVICE FOR FISCAL YEAR 1985-2004
PRINCIPAL PAYMENTS - BOLDFACE INTEREST PAYMENTS - LIGHTFACE
(In Thousands)

1991	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
$ 775	$ 775	$ 775	$ 775	$ 775	$ 775	$ 175	$ -	$ -	$ -	$ -	$ -	$ -	$ -
251	207	163	119	76	34	9	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
4,725	-	-	-	-	-	-	-	-	-	-	-	-	-
185	-	-	-	-	-	-	-	-	-	-	-	-	-
5,368	5,368	2,268	2,268	1,268	685	435	-	-	-	-	-	-	-
566	441	314	190	95	43	12	-	-	-	-	-	-	-
2,329	2,329	2,329	2,329	1,829	1,566	1,358	53	53	-	-	-	-	-
699	580	459	337	229	141	65	6	3	-	-	-	-	-
205	205	205	205	205	-	-	-	-	-	-	-	-	-
53	41	29	16	5	-	-	-	-	-	-	-	-	-
847	847	847	847	847	847	795	-	-	-	-	-	-	-
292	249	205	162	117	72	29	-	-	-	-	-	-	-
2,693	2,693	2,693	2,693	2,693	2,693	2,693	93	93	-	-	-	-	-
941	810	679	544	409	271	132	11	5	-	-	-	-	-
375	375	375	375	375	375	375	375	375	375	-	-	-	-
237	215	192	169	145	122	98	73	49	24	-	-	-	-
1,743	1,743	1,743	1,743	1,743	1,743	1,743	1,743	1,193	-	-	-	-	-
807	718	628	537	445	352	258	164	69	-	-	-	-	-
5,345	5,345	5,345	5,345	5,345	5,345	5,345	5,345	5,345	3,685	2,020	416	-	-
3,813	3,396	3,004	2,640	2,270	1,895	1,513	1,128	739	347	72	-	-	-
157	157	157	157	157	157	157	157	157	157	157	32	16	6
152	139	126	113	100	86	72	57	43	29	14	5	2	1
2,403	2,403	2,403	2,403	2,403	2,403	2,403	2,403	2,403	2,403	403	-	-	-
1,626	1,474	1,320	1,163	1,005	845	682	516	351	184	18	-	-	-
3,726	3,726	3,726	3,726	3,726	3,726	3,726	3,726	3,726	3,726	3,726	2,348	1,048	703
4,131	3,700	3,317	2,981	2,640	2,292	1,940	1,583	1,224	861	532	300	131	49
2,049	2,049	2,049	2,049	2,049	2,049	2,049	2,049	2,049	2,049	2,049	2,049	961	664
2,536	2,261	2,026	1,831	1,634	1,434	1,231	1,026	819	611	431	279	127	51
1,516	1,516	1,516	1,516	1,516	1,516	1,516	1,516	1,516	1,516	1,516	1,516	946	733
1,861	1,684	1,525	1,384	1,242	1,098	953	806	659	510	372	248	123	46
153	153	153	153	153	153	153	153	153	153	153	153	121	100
186	172	158	144	130	116	102	88	74	59	44	29	15	5
571	571	571	571	571	571	571	571	571	571	571	571	290	208
704	632	569	515	460	405	349	292	235	178	126	81	36	13
2,098	2,098	2,098	2,098	2,098	2,098	2,098	2,098	2,098	2,098	2,098	2,098	1,989	1,906
2,561	2,368	2,181	2,000	1,818	1,637	1,452	1,263	1,074	883	695	510	326	150
234	234	234	234	234	234	234	234	234	234	234	234	200	46
301	278	255	232	209	186	162	138	113	89	64	39	15	2
2,889	2,889	2,889	2,889	2,889	2,889	2,889	2,889	2,889	2,889	2,889	2,889	2,889	2,889
3,504	3,259	3,013	2,768	2,522	2,277	2,027	1,773	1,518	1,260	1,000	740	480	220
500	500	500	500	-	-	-	-	-	-	-	-	-	-
170	128	85	43	-	-	-	-	-	-	-	-	-	-
1,000	1,000	1,000	1,000	1,000	1,000	1,000	-	-	-	-	-	-	-
348	296	244	191	138	83	28	-	-	-	-	-	-	-

Note: Columns may not add due to rounding

STATE OF MINNESOTA
GENERAL OBLIGATION DEBT
SCHEDULED DEBT SERVICE FOR FISCAL YEARS 1985-2004
PRINCIPAL PAYMENTS - BOLDFACE INTEREST PAYMENTS - LIGHTFACE
(In Thousands)

FUND & TYPE	AUTHORIZATION YEAR-CHAPTER	AMOUNT OUT-STANDING 6-30-84	1985	1986	1987	1988	1989	1990
Pollution Control	X'71-20	$ 17,100	$ 1,738	$ 1,738	$ 1,738	$ 1,738	$ 1,738	$ 1,738
			415	328	270	243	215	187
	'73-771	12,900	1,013	1,013	1,013	1,013	1,013	1,013
			622	577	532	486	438	390
	'75-354	22,450	1,450	1,450	1,450	1,450	1,450	1,450
			1,343	1,251	1,160	1,070	979	898
	'77-418	800	50	50	50	50	50	50
			51	48	44	41	38	35
	'79-285	34,650	1,855	1,855	1,855	1,855	1,855	1,855
			3,417	3,243	3,068	2,892	2,715	2,538
State Building (Parks & Recreation)	'77-421	37,800	2,700	2,700	2,700	2,700	2,700	2,700
			1,810	1,675	1,540	1,419	1,297	1,173
State Transportation	'76-339	16,250	1,250	1,250	1,250	1,250	1,250	1,250
			755	704	651	598	543	486
	'77-277	35,600	2,500	2,500	2,500	2,500	2,500	2,500
			1,774	1,645	1,515	1,395	1,275	1,156
	'79-280	30,650	1,775	1,775	1,775	1,775	1,775	1,775
			2,424	2,277	2,136	1,999	1,862	1,729
	'80-610	11,400	570	570	570	570	570	570
			975	931	886	838	790	742
	'81-361	36,025	1,955	1,955	1,955	1,955	1,955	1,955
			3,662	3,476	3,288	3,100	2,910	2,719
Vietnam Veterans' Bonus	'73-204	30,000	3,000	3,000	3,000	3,000	3,000	3,000
			1,360	1,220	1,081	940	797	655
Waste Management	'80-564	5,380	290	290	290	290	290	290
			448	424	401	378	355	332
Zoological Gardens	'73-207	17,775	1,450	1,500	1,525	1,575	1,625	1,650
			918	844	767	686	601	513
Total General Fund		$ 943,640	$ 72,145	$ 69,425	$ 69,450	$ 69,480	$ 67,870	$ 67,895
			64,208	59,736	55,396	51,071	46,759	42,509
Trunk Highway Fund	'59-538	$ 360	$ 270	$ 90	$ -	$ -	$ -	$ -
Trunk Highway			-	-	-	-	-	-
	'67-873	23,200	5,400	5,400	5,500	5,600	1,300	-
			884	644	406	168	24	-
	'77-277	40,700	2,500	2,500	2,500	2,500	2,500	2,500
			2,632	2,475	2,318	2,168	2,019	1,868
	'83-17	21,000	1,050	1,050	1,050	1,050	1,050	1,050
			1,796	1,715	1,634	1,545	1,456	1,367
Total Trunk Highway Fund		$ 85,260	$ 9,220	$ 9,040	$ 9,050	$ 9,150	$ 4,850	$ 3,550
			5,313	4,835	4,358	3,881	3,499	3,235

Note: Columns may not add due to rounding

STATE OF MINNESOTA
GENERAL OBLIGATION DEBT
SCHEDULED DEBT SERVICE FOR FISCAL YEAR 1985-2004
PRINCIPAL PAYMENTS - BOLDFACE INTEREST PAYMENTS - LIGHTFACE
(In Thousands)

1991	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
$ 1,738	$ 1,738	$ 1,738	$ 488	$ 488	$ 488	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
158	128	98	68	40	13	-	-	-	-	-	-	-	-
1,013	1,013	1,013	1,013	1,013	1,013	750	-	-	-	-	-	-	-
341	290	239	186	134	82	38	-	-	-	-	-	-	-
1,450	1,450	1,450	1,450	1,450	1,450	1,450	1,450	1,450	700	-	-	-	-
816	734	651	567	482	397	310	222	134	46	-	-	-	-
50	50	50	50	50	50	50	50	50	50	-	-	-	-
32	29	26	22	19	16	13	10	7	3	-	-	-	-
1,855	1,855	1,855	1,855	1,855	1,855	1,855	1,855	1,855	1,855	1,855	1,855	960	300
2,327	2,081	1,868	1,686	1,502	1,315	1,126	934	742	548	375	226	77	14
2,700	2,700	2,700	2,700	2,700	2,700	2,700	2,700	-	-	-	-	-	-
1,049	922	794	664	535	402	270	135	-	-	-	-	-	-
1,250	1,250	1,250	1,250	1,250	1,250	1,250	-	-	-	-	-	-	-
429	369	310	249	188	125	63	-	-	-	-	-	-	-
2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	600	-	-	-	-	-
1,037	916	793	669	545	419	292	164	35	-	-	-	-	-
1,775	1,775	1,775	1,775	1,775	1,775	1,775	1,775	1,775	1,775	1,125	475	475	175
1,595	1,461	1,324	1,186	1,046	903	759	612	465	316	167	89	40	8
570	570	570	570	570	570	570	570	570	570	570	570	570	570
693	645	596	548	499	451	402	351	301	250	199	147	96	45
1,955	1,955	1,955	1,955	1,955	1,955	1,955	1,955	1,955	1,955	1,955	1,955	835	-
2,478	2,186	1,942	1,746	1,546	1,343	1,137	929	720	508	331	188	46	-
3,000	3,000	3,000	3,000	-	-	-	-	-	-	-	-	-	-
512	367	221	74	-	-	-	-	-	-	-	-	-	-
290	290	290	290	290	290	290	290	290	290	290	150	150	150
308	285	261	237	212	188	163	137	111	85	59	39	26	12
1,700	1,750	1,800	1,875	1,175	75	75	-	-	-	-	-	-	-
421	325	225	121	39	8	4	-	-	-	-	-	-	-
$ 63,545	$ 58,870	$55,820	$54,645	$48,945	$46,795	$44,935	$36,550	$31,400	$27,050	$21,610	$17,310	$11,450	$ 8,450
38,118	33,784	29,840	26,103	22,476	19,047	15,686	12,420	9,487	6,791	4,499	2,922	1,540	614
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	950	950	950	950	950	950
1,716	1,562	1,408	1,253	1,098	941	784	626	468	385	299	214	128	43
1,050	1,050	1,050	1,050	1,050	1,050	1,050	1,050	1,050	1,050	1,050	1,050	1,050	1,050
1,278	1,189	1,099	1,010	921	832	741	648	555	461	367	272	178	83
$ 3,550	$ 3,550	$ 3,550	$ 3,550	$ 3,550	$ 3,550	$ 3,550	$ 3,550	$ 2,000	$ 2,000	$ 2,000	$ 2,000	$ 2,000	$ 2,000
2,994	2,751	2,508	2,263	2,019	1,773	1,525	1,275	1,023	846	666	486	306	126

Note: Columns may not add due to rounding

STATE OF MINNESOTA
GENERAL OBLIGATION DEBT
SCHEDULED DEBT SERVICE FOR FISCAL YEARS 1985-2004
PRINCIPAL PAYMENTS - BOLDFACE INTEREST PAYMENTS - LIGHTFACE
(In Thousands)

FUND & TYPE	AUTHORIZATION YEAR-CHAPTER	AMOUNT OUT-STANDING 6-30-84	1985	1986	1987	1988	1989	1990
Employment Services Administration Fund								
State Building, Capital Improvement	'65-532	$ 360	$ 180	$ 180	$ -	$ -	-	-
			9	3	-	-	-	-
	X'67-8	80	20	20	20	20	-	-
			3	2	1	-	-	-
Total Employment Services Administration Fund		$ 440	$ 200	$ 200	$ 20	$ 20	-	-
			12	5	1	-	-	-
Maximum Effort School Loan Fund	'65-875	$ 1,850	$ 950	$ 900	$ -	$ -	$ -	$ -
School Loans			45	15	-	-	-	-
	'67-583	1,575	245	245	245	280	280	280
			85	71	57	41	25	8
	'69-1056	12,781	1,441	1,441	1,441	1,506	1,506	1,506
			705	621	538	454	367	281
	'80-545	12,399	689	689	689	689	689	689
			1,211	1,144	1,079	1,015	950	886
Total Maximum Effort School Loan Fund		$ 28,605	$ 3,325	$ 3,275	$ 2,375	$ 2,475	$ 2,475	$ 2,475
			2,046	1,852	1,674	1,510	1,342	1,175
State University Board Revenue Bond Fund	'69-1152	$ 8,865	$ 340	$ 355	$ 380	$ 400	$ 420	$ 2,855
			489	471	451	430	407	313
	'73-759	5,825	200	200	200	200	200	200
			292	282	272	261	251	241
Total State University Board Revenue Bond Fund		$ 14,690	$ 540	$ 555	$ 580	$ 600	$ 620	$ 3,055
			781	753	723	691	658	554
Total Principal - All Funds		$1,072,635	$ 85,430	$ 82,495	$ 81,475	$ 81,725	$ 75,815	$ 76,975
Total Interest - All Funds			72,359	67,180	62,153	57,154	52,258	47,473
Total Debt Services - All Funds			$157,789	$149,675	$143,628	$138,879	$128,073	$124,448

STATE OF MINNESOTA
GENERAL OBLIGATION DEBT
SCHEDULED DEBT SERVICE FOR FISCAL YEAR 1985-2004
PRINCIPAL PAYMENTS - BOLDFACE INTEREST PAYMENTS - LIGHTFACE
(In Thousands)

1991	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
486	**486**	**486**	**486**	**486**	**486**	**486**	**186**	**186**	111	51	-	-	-
225	198	171	144	117	89	61	36	24	11	2	-	-	-
689	**689**	**689**	**689**	**689**	**689**	**689**	**689**	**689**	**689**	**689**	540	150	-
821	757	691	624	557	487	418	347	275	204	132	67	8	-
$ 1,175	**$ 1,175**	**$ 1,175**	**$ 1,175**	**$ 1,175**	**$ 1,175**	**$ 1,175**	**$ 875**	**$ 875**	**$ 800**	**$ 740**	**$ 540**	**$ 150**	-
1,046	955	862	769	674	576	478	383	299	214	134	67	8	-
$ 4,115	**$ -**	**$ -**	**$ -**	-	-	-	-	-	-	-	-	-	-
222	-	-	-	-	-	-	-	-	-	-	-	-	-
200	**200**	**200**	4,025	-	-	-	-	-	-	-	-	-	-
231	221	210	103	-	-	-	-	-	-	-	-	-	-
$ 4,315	**$ 200**	**$ 200**	**$ 4,025**	-	-	-	-	-	-	-	-	-	-
453	221	210	103	-	-	-	-	-	-	-	-	-	-
$ 72,585	**$ 63,795**	**$60,745**	**$63,395**	**$53,670**	**$51,520**	**$49,660**	**$40,975**	**$34,275**	**$29,850**	**$24,350**	**$19,850**	**$13,600**	**$10,450**
42,611	37,710	33,419	29,238	25,168	21,396	17,689	14,078	10,809	7,851	5,299	3,475	1,854	740
$115,196	**$101,505**	**$94,164**	**$92,633**	**$78,838**	**$72,916**	**$67,349**	**$55,053**	**$45,084**	**$37,701**	**$29,649**	**$23,325**	**$15,454**	**$11,190**

Note: Columns may not add due to rounding

STATE OF MINNESOTA
AUTHORIZED BUT UNISSUED GENERAL OBLIGATION DEBT
BY PURPOSE AS OF JULY 1, 1984
(In Thousands)

Authorization Year-Chapter	Type	Total Authorized	Components/Purpose	Amounts Authorized	Issued	Net Authorized Unissued
1971-856(1)	Municipal Aid	$ 4,330	Municipal Aid	$ 4,330	$ 0	$ 4,330
M.S. 116.18	Water Pollution Control	156,000	Prevention, Control, Abatement of Water Pollution	156,000	122,100	33,900
1979-280	Transportation	52,000	County, Municipal and Township Bridges	52,000	35,500	16,500
1979-300	Building	3,775	Public Dam Reconstruction	3,775	3,135	640
1980-545	School Loans	20,000	Acquisition and Betterment of Public School Land and Buildings	20,000	13,775	6,225
1980-564	Waste Management	15,000	Waste Processing Facility Assistance	8,800		
			Acquisition of Real Property for Hazardous Waste Facility Sites	6,200	5,800	9,200
1980-610	Transportation	13,500	Rail Service Improvement	13,500	11,400	2,100
1981-4(1)	Building	42,902	Administration	13,443		
			Natural Resources	533		
			Military Affairs	922		
			Education	4,939		
			State Universities	597		
			University of Minnesota	5,650		
			Corrections	4,742		
			Public Welfare	10,820		
			Economic Security	250		
			Minnesota Historical Society	975		
			Other	31	40,970	1,932
1981-334(1)	Building	46,315	District Heating System	46,315	3,065	43,250
1981-361(1)	Building	11,653	Administration	5,502		
			Natural Resources	2,574		
			Historical Society	700		
			Veterans Affairs	261		
			Economic Development	2,500		
			Other	116	11,425	228
1981-362(1)	Building	53,095	Education	14,145		
			State Universities	1,621		
			Community College	620		
			University of Minnesota	36,657		
			Other	52	41,953	11,142
1983-17	Trunk Highway	56,000	Trunk Highway	56,000	21,000	35,000
1983-323	Building	30,000	School Energy	30,000	5,000	25,000

STATE OF MINNESOTA
AUTHORIZED BUT UNISSUED GENERAL OBLIGATION DEBT
BY PURPOSE AS OF JULY 1, 1984 (Continued)
(In Thousands)

Authorization Year-Chapter	Type	Total Authorized	Components/Purpose	Amounts Authorized	Issued	Net Authorized Unissued
1983-344(1)	Building	$104,785	Administration	$ 22,965	$	$
			Natural Resources	20,327		
			Energy, Planning and Development	17,325		
			Military Affairs	360		
			Education	850		
			State Universities	3,360		
			Community Colleges	470		
			University of Minnesota	16,931		
			Corrections	17,000		
			Public Welfare	2,805		
			Historical Society	2,280		
			Other	112	57,780	47,005
1984-502	Agriculture Resource Loan	12,000	Agriculture Resource	12,000	0	12,000
1984-597	Building	127,540	Administration	5,570		
			Natural Resources	6,798		
			Iron Range Resources and Rehabilitation Board	1,120		
			Military Affairs	363		
			Historical Society	3,000		
			Education	7,706		
			Community Colleges	21,738		
			State Universities	15,780		
			University of Minnesota	55,951		
			Capitol Area Architectural Planning Board	1,550		
			Corrections	100		
			Supreme Court	200		
			Public Welfare	280		
			Interest Rate Reduction	7,230		
			Other	154	0	127,540
1984-597	Transportation	16,000	Railroad Rehabilitation	12,000		
			Local Interstate Substitution	4,000	0	16,000
	Total Authorized, Unissued					$391,992

(1) Laws 1984, Chapter 597 reduced Building Bond authorizations as follows: Laws 1981, Chapter 4 by $68,000; Laws 1981, Chapter 275 by $190,000,000; Laws 1981, Chapter 334 by $3,685,000; Laws 1981, Chapter 361 by $2,962,000; Laws 1981, Chapter 362 by $1,400,000; Laws 1982, Chapter 639 by $63,000; and Laws 1983, Chapter 344 by $7,660,000. Laws 1984, Chapter 597 also reduced the Transportation Bond authorization in Laws 1981, Chapter 361 by $58,900,000 and the Municipal Aid Bonds authorization in Laws 1971, Chapter 856 by $15,670,000.

Statistical Section

The following usual statistical tables are not included because they are not applicable to the state's operations: all tables relating to property tax levies and collections; computation of legal debt margin, and computation of overlapping debt. Minnesota data privacy laws prevent disclosure of the names of principal taxpayers.

GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS
FISCAL YEARS 1975-1984
(IN THOUSANDS)

	1975	1976	1977	1978
Individual Income Taxes	$ 976,593	$1,066,369	$1,211,200	$1,385,963
Corporate Income Taxes	199,004	203,256	263,737	293,646
Sales Tax	384,391	430,842	468,543	539,387
Gross Earning Taxes	87,897	95,353	111,628	120,174
Motor Vehicle Excise Tax	51,346	61,818	73,364	84,347
Motor Vehicle Licenses	84,006	91,878	98,651	111,430
Gasoline and Special Fuel Taxes	154,191	200,820	210,284	217,860
Other Taxes	226,361	262,914	306,105	319,051
Federal Grants	603,283	720,364	796,799	865,466
Other Revenue	211,738	228,968	210,471	230,648
Gross Revenue	$2,978,810	$3,362,582	$3,750,782	$4,167,972
Less Revenue Refunds	203,496	266,970	213,282	236,462
Net Revenue	$2,775,314	$3,095,612	$3,537,500	$3,931,510

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION & NET TRANSFERS OUT (1)
GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS
FISCAL YEARS 1975-1984
(IN THOUSANDS)

	1975	1976	1977	1978
Current Expenditures:				
Protection of Persons/Property	$ 40,346	$ 44,964	$ 46,668	$ 57,322
Transportation	108,084	114,280	124,230	134,054
Resource Management	36,205	44,166	60,458	55,069
Economic/Manpower Development	49,689	53,306	55,906	60,904
Education	85,841	136,608	141,989	157,037
Health and Social Services	150,660	157,771	181,541	201,745
General Government	60,041	62,323	73,313	78,848
Capital Outlay	152,676	177,781	198,959	194,686
Debt Service	72,744	75,380	82,813	85,415
Grants and Subsidies	1,829,337	2,190,925	2,597,805	2,876,802
Total Expenditures	$2,585,623	$3,057,504	$3,563,682	$3,901,882
Net Operating Transfers Out	21,559	113,195	151,847	169,163
Total Expenditures & Net Transfers Out	$2,607,182	$3,170,699	$3,715,529	$4,071,045

(1) Net operating transfers out also includes bond proceeds of the Trunk Highway Fund (a special revenue fund) which were $31,000,000 and $40,000,000 in fiscal years 1978 and 1984 respectively. Revenues and expenditures are accounted for on the modified accrual basis for fiscal years 1980-1984 and on the state's budgetary basis for fiscal years 1975-1979.

GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS
FISCAL YEARS 1975-1984
(IN THOUSANDS)

1979	1980	1981	1982	1983	1984
$1,640,604	$1,749,125	$1,892,685	$1,992,351	$2,304,202	$2,642,957
347,284	375,510	352,462	358,300	287,296	340,027
610,473	652,442	690,765	879,288	1,013,837	1,264,135
137,492	133,470	141,268	139,185	176,160	147,128
96,967	88,771	87,227	103,888	123,897	179,188
116,703	128,998	136,570	153,447	178,016	198,685
228,716	215,875	241,715	280,174	282,485	348,081
392,041	388,185	356,502	378,796	360,061	355,369
958,880	1,133,867	1,309,202	1,213,462	1,237,041	1,395,774
257,555	286,192	314,341	345,318	405,644	465,383
$4,786,715	$5,152,435	$5,522,737	$5,844,209	$6,368,639	$7,336,727
286,717	416,918	433,846	405,577	463,509	451,801
$4,499,998	$4,735,517	$5,088,891	$5,438,632	$5,905,130	$6,884,926

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION & NET TRANSFERS OUT (1)
GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS
FISCAL YEARS 1985-1984
(IN THOUSANDS)

1979	1980	1981	1982	1983	1984
$ 61,918	$ 67,431	$ 74,228	$ 77,322	$ 80,146	$ 87,285
144,073	155,287	160,639	171,483	185,370	205,123
61,676	68,858	79,807	83,735	90,298	99,045
84,493	97,578	108,508	108,738	112,327	131,407
167,373	187,577	199,967	300,333	238,945	299,428
205,024	225,037	243,305	251,701	269,724	306,188
81,671	90,175	94,704	101,976	114,661	117,542
98,382	272,885	242,500	181,532	158,543	236,173
99,856	103,899	121,051	154,413	222,010	164,178
3,127,424	3,482,126	3,747,219	4,405,069	3,668,006	4,625,102
$4,131,890	$4,750,853	$5,071,928	$5,836,302	$5,140,030	$6,271,471
120,205	278,594	150,172	180,364	148,699	179,230
$4,252,095	$5,029,447	$5,222,100	$6,016,666	$5,288,729	$6,450,701

ASSESSED VALUE OF TAXABLE PROPERTY
1974-1983

Year of Assessment	Real Property	Personal Property	Total Assessed Value	Percentage Increase Per Year
1974	11,028,849,707	393,777,244	11,422,626,951	5.00%
1975	12,400,377,422	388,145,792	12,788,523,214	11.96%
1976	13,631,238,697	401,241,961	14,032,480,658	9.73%
1977	14,214,797,070	417,352,695	14,632,149,765	4.27%
1978	15,477,077,792	444,909,746	15,921,987,538	8.82%
1979	17,614,740,615	473,975,246	18,088,715,861	13.61%
1980	21,369,562,328	515,956,691	21,885,519,019	20.99%
1981	24,355,839,165	657,198,624	25,013,037,789	14.29%
1982	26,859,320,940	719,236,489	27,578,557,429	10.26%
1983	27,607,487,699	763,308,989	28,370,796,688	2.87%

Source: Minnesota Department of Revenue.

MARKET VALUE OF TAXABLE PROPERTY
1974-1983

Year of Assessment	Real Property	Personal Property	Total Market Value	Percentage Increase Per Year
1974	32,021,976,728	927,230,681	32,949,207,409	4.74%
1975	35,763,309,386	915,329,883	36,678,639,269	11.32%
1976	39,400,435,166	946,764,755	40,347,199,921	10.00%
1977	44,250,184,445	984,260,913	45,234,445,358	12.11%
1978	50,734,390,752	1,052,941,093	51,787,331,845	14.49%
1979	64,409,727,924	1,127,182,838	65,536,910,752	12.55%
1980	90,485,938,695	1,223,819,987	91,709,758,682	39.94%
1981	103,331,241,893	1,557,557,879	104,888,799,772	14.37%
1982	113,238,393,070	1,704,442,662	114,942,835,732	9.59%
1983	118,292,311,502	1,807,739,604	120,100,051,106	4.49%

Source: Minnesota Department of Revenue.

SCHEDULE OF RATIO OF GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE OF TAXABLE PROPERTY AND GENERAL OBLIGATION BONDED DEBT PER CAPITA

(In Thousands)

Year	General Obligation Bonded Debt	Percent Debt to Assessed Value(1)	Bonded Debt Per Capita
1974	$604,377	5.48%	$154.8
1975	596,077	4.81%	151.8
1976	588,121	4.32%	148.6
1977	714,167	5.02%	179.4
1978	792,013	5.12%	197.8
1979	819,003	4.65%	202.8
1980	863,725	4.04%	211.9
1981	885,412	3.64%	215.3
1982	937,619	3.49%	226.9
1983	921,800	3.34%	222.4

(1) Includes real property only.

SCHEDULE OF RATIO OF ANNUAL DEBT SERVICE FOR GENERAL OBLIGATION BONDED DEBT TO GENERAL EXPENDITURES

(In Thousands)

Year	Principal	Interest	Total Debt Service	Percent of Expenditures
1975	$42,135	$27,882	$70,017	2.71%
1976	45,221	28,335	73,556	2.41%
1977	47,955	33,039	80,994	2.27%
1978	56,154	27,451	83,605	2.14%
1979	61,510	36,089	97,599	2.36%
1980	65,278	38,247	103,525	2.18%
1981	68,313	46,413	114,726	2.26%
1982	72,793	49,667	122,460	2.10%
1983	78,819	59,042	137,861	2.68%
1984	77,855	61,486	139,341	2.22%

DEPOSITS IN MINNESOTA FEDERALLY INSURED COMMERCIAL BANKS
(In Thousands)

Year	Deposits
1973	$12,656,855
1974	13,887,051
1975	14,738,504
1976	16,394,384
1977	18,496,919
1978	20,516,855
1979	22,926,725
1980	25,462,587
1981	27,415,220
1982	30,028,186

Source: Federal Deposit Insurance Corporation

MINNESOTA PER CAPITA PERSONAL INCOME
1975-1983

Year	Population (In Thousands)	Income
1974	3,904	$ 5,422
1975	3,926	5,878
1976	3,957	6,321
1977	3,980	7,176
1978	4,005	7,968
1979	4,038	8,899
1980	4,076	9,704
1981	4,112	10,689
1982	4,133	11,181
1983	4,144	11,667

Source: Data Resources Incorporated

MINNESOTA BASED CORPORATIONS INCLUDED IN THE FORTUNE 500

Rank			Sales	Assets		Net Income	
83	82	Company	($000)	($000)	Rank	($000)	Rank
47	44	Minnesota Mining & Manufacturing	7,039,000	5,760,000	47	667,000	22
60	59	Honeywell	5,753,100	4,675,400	60	231,200	69
62	63	General Mills	5,550,800	2,943,900	103	245,100	63
76	80	Control Data	4,582,800	8,777,600	31	161,700	100
102	115	Pillsbury	3,685,900	2,366,600	138	138,900	107
121	100	Land O' Lakes	3,264,792	694,446	314	N.A.	---
241	239	Geo. A Hormel	1,417,705	512,559	359	27,897	321
243	234	Farmers Union Central Exchange	1,409,085	689,655	315	N.A.	---
274	268	International Multifoods	1,118,242	464,060	384	35,493	286
373	376	Bemis	701,006	389,392	415	12,024	394
384	379	Economics Laboratory	671,140	375,669	425	(15,652)	446
400	427	Deluxe Check Printers	619,695	402,947	411	76,605	173
402	438	MEI	616,463	429,618	400	38,275	272
493	---	H.B. Fuller	425,541	225,913	482	13,832	388

Source: Fortune Magazine, dated April 30, 1984.